FINANCIAL REPORT FOR THE FIRST HALF-YEAR OF 2008

summary

Management report for the first half-year of 2008

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In a more difficult economic situation, VINCI's business lines performed well overall in the first half of 2008.

Orders taken by the Contracting divisions (VINCI Construction, Eurovia and VINCI Energies) over the six-month period exceeded the amount of work carried out, which was however at a very high level: at the end of June 2008, the order book stood at more than €22.7 billion, up 5% against 31 December 2007, and represented approximately 10 months' average activity for those divisions.

In this context, and taking account of a slackening off in motorway traffic levels seen in recent months, growth in consolidated revenue for 2008 as a whole, should remain close to 10%.

1. Key events in the period

1.1 Main acquisitions made or in progress

Acquisition by VINCI Park in North America

During the first half of 2008, VINCI Park continued its growth strategy in North America by acquiring Ideal Parking and Master Park in Canada and Sunset Parking in the USA. These acquisitions represented a total investment of €18.5 million.

Formation of a joint venture: Signature-Eurovia

At the end of 2007, Eurovia signed a partnership agreement with the Plastic Omnium group, in the field of road markings and signs. Under this agreement, the two companies exchanged shareholdings in their respective vertical and horizontal road marking operations. The transaction represented a total investment of €56 million. Eurovia took a 65% shareholding in Euromark (horizontal road marking) and a 35% shareholding in Signature Vertical (vertical road marking), with effect from 31 December 2007.

Acquisition of Vossloh Infrastructure Service by Eurovia

In the second quarter of 2008, Eurovia agreed with the German company Vossloh AG to buy 100% of its railway works division, Vossloh Infrastructure Service.

The application for approval of this acquisition is being studied by the competition authorities and the acquisition should become effective in the fourth quarter of 2008.

Sale by VINCI Construction of its shareholding in Hídépítö

VINCI Construction has sold its shareholding in the Hungarian company Hídépítö to its former chief executive.

1.2 Financing activities

During the first half of 2008, VINCI completed several financing transactions, of which the most important are described in Notes 16.1 and 16.2 to the condensed interim consolidated financial statements.

2. Revenue

In the first half of 2008, VINCI's consolidated revenue amounted to €15.7 billion, up 15.2% compared with the first half of 2007 (up 6.3% on a like-for-like basis).

This includes the benefit of the acquisitions made in 2007, of which the most important have enabled the Group to strengthen its presence in international markets, in those fields where it has specialised skills (Solétanche Bachy, Entrepose Contracting, Etavis, and Nukem).

Following a 2008 first quarter which was extremely dynamic and benefited from the favourable effects of the calendar, business levels remained brisk in the second quarter, showing an increase of 13.2% compared with the same period in 2007 and including organic growth of 5% (comprising 5.9% for the contracting activities and 3.5% for the concession operations).

In France, revenue was €10.1 billion for the six-month period, up 9.4% (up 5.9% on a like-for-like basis).

Outside France, revenue was €5.6 billion for the same period, up 27.2% (up 6.9% at constant scope and exchange rates)

Revenue by business line

(in € millions)	1st half 2008	1st half 2007	Change 2008/2007
Concessions	2,285	2,147	+6.4%
Contracting	13,391	11,413	+17.3%
Energy	2,222	1,983	+12.1%
Eurovia	3,639	3,383	+7.6%
Construction	7,530	6,047	+24.5%
Property and eliminations	62	105	
TOTAL	**15,737**	**13,665**	**+15.2%**

VINCI Concessions: €2,285 million (+6.4%)

The French motorway companies' revenue for the first six months was €1,874 million, up 5.2%. Despite a second quarter that suffered the unfavourable effects of the calendar and exceptional events, traffic on a like-for-like network basis increased over the half-year by 0.6% (light vehicles by 0.5% and heavy vehicles by 1%), to which should be added the positive effect of the opening of new sections amounting to 0.8%, giving an overall growth in traffic levels of 1.4%.

Automation continued apace in the first half of 2008, with continuing development of the Liber't remote payment system for light vehicles and the successful launch of the TIS remote payment system for heavy vehicles, which already has nearly 500,000 subscribers. In the first half-year, automated transactions accounted for 75% of the total for the three networks, compared with 67% for 2007 as a whole.

- **ASF**'s revenue was €1,077 million, mainly from toll revenue, which amounted to €1,054 million, a 5% increase. Overall, traffic levels increased by 0.8% over the half-year. The entry into service in January of the Thenon-Terrasson section of the A89 means that the motorway route is now uninterrupted from Bordeaux to Clermont-Ferrand and Roanne. Completion at the end of June of the La Roche-sur-Yon bypass on the A87 will provide a direct route between Les Sables d'Olonne and Paris.
- **Escota**'s revenue was €286 million (including toll revenue of €281 million, up 4%). Overall, traffic levels increased by 0.3%. Automated transactions now account for nearly 80% of the total on this network.
- **Cofiroute** booked revenue of €511 million, of which €500 million from toll receipts, a 6.1% increase. Traffic levels increased by 3.7% over the half-year, of which 0.7% on a like-for-like network basis. Revenue includes the contribution of new sections, with the opening of the St Romain–Druye section in December 2007 and the northern bypass of Angers in April 2008; the latter led to a new rider to the concession contract, providing in particular for a supplementary increase in tariffs in 2009 and 2010.

VINCI Park reported an increase in revenue of nearly 11%, to €304 million (a 4.3% increase at constant scope and exchange rates). In France, revenue was up 3.5% at €203 million, entirely due to organic growth. Outside France, the strong increase in business (which was up by 28% at €102 million) reflects the acquisitions made in North America and Eastern Europe.

The revenue of **other infrastructure concession operating subsidiaries** amounted to €106 million, an increase of nearly 17%. This includes the effects of their new contracts (the A4 motorway in Germany, public lighting in Rouen, and the Clermont-Ferrand Auvergne airport).

VINCI Energies: €2,222 million (+12.1%)

In France, VINCI Energies' revenue was €1,545 million for the six months, an increase of 4.9% (2.8% like-for-like). This increase reflects the good trends in the infrastructure, industrial and communications sectors, which were partly offset by the slackening of business in the service sector.

Outside France, revenue increased by nearly 33% over the period, to €678 million. Most of this increase was due to external growth, and in particular the inclusion of Etavis in Switzerland. Excluding the effects of changes in consolidation scope, business activity varied, from brisk in Germany, Sweden, Belgium, and Eastern Europe, to an easing off in Spain, the UK and the Netherlands.

VINCI Energies' order book stood at €2.6 billion at 30 June 2008, up by more than 18% since 31 December 2007, and represented nearly 7 months' average business activity for this division.

Eurovia: €3,639 million (+7.6%)

In France, Eurovia's revenue for the six months was €2,332 million, an increase of 7.4% (+4.2% like-for-like). Business showed satisfactory growth in most regions, despite several major projects – in particular, tramways – having been completed.

Outside France, revenue amounted to €1,307 million, up 7.8% on an actual basis and nearly 10% at constant scope and exchange rates. Except for Spain, all locations reported higher activity levels. In the USA and the UK, this growth was offset by unfavourable changes in exchange rates.

At 30 June 2008, Eurovia's order book stood at €5.1 billion, slightly above the level at the end of 2007, despite the unfavourable impact of local elections held last March and represented nearly 8 months' average business activity for this division.

VINCI Construction: €7,530 million (+24.5%)

In France, VINCI Construction's revenue for the first half-year stood at €4 billion, up by more than 16%. Business showed continued growth in all regions (up 9.7% like-for-like).

Outside France, revenue was up by more than 35% at €3.5 billion, mainly as a result of the inclusion of Solétanche Bachy and Entrepose Contracting. On a constant scope and exchange rate basis, revenue increased by 7.1%, in particular as a result of good performances by the specialised civil engineering and dredging subsidiaries.

At 30 June 2008, VINCI Construction's order book stood at €15 billion. Despite the high level of activity in the first half of 2008, this was almost 5% higher than at 31 December 2007, and represented nearly 12 months' average business activity for this division.

3. Results

Consolidated net profit for the first half of 2008 was €731 million, up 19% compared with the first half of 2007 (€614 million). Diluted earnings per share rose 19.7% to €1.52 (€1.27 in the first half of 2007).

Net profit or loss by business line

(in € millions)	1st half 2008	1st half 2007	Change
Concessions	343	298	+15.2%
Contracting	362	324	+12.0%
Energy	67	64	+5.2%
Eurovia	45	62	-27.2%
Construction	250	198	+26.4%
Property and holding companies	26	(8)	n/a
TOTAL	**731**	**614**	**+19.0%**

Operating profit from ordinary activities was €1,460 million for the first half of 2008, up 11.7% compared with the first half of 2007.

The operating margin was 9.3% compared with 9.6% in the first half of 2007.

Operating profit from ordinary activities - by business line

(in € millions)	1st half 2008	% revenue	1st half 2007	% revenue	Change H1 08/H1 07
Concessions	899	39.3%	789	36.7%	+13.9%
Contracting	548	4.1%	477	4.2%	+15.1%
Energy	111	5.0%	105	5.3%	+5.5%
Eurovia	76	2.1%	90	2.7%	-15.7%
Construction	362	4.8%	282	4.7%	+28.5%
Property and holding companies	13		40		
Operating profit from ordinary activities	**1,460**	**9.3%**	**1,306**	**9.6%**	**+11.7%**
Share-based payments	(40)		(45)		
Share of profit or loss of associates	10		9		
Operating profit	**1,430**	**9.1%**	**1,270**	**9.3%**	**+12.6%**

VINCI's various business lines achieved good performance overall:

VINCI Concessions was the main contributor to Group operating profit from ordinary activities (accounting for 62% of the total), with operating profit from ordinary activities of €899 million (compared with €789 million in the first half of 2007).

Overall, this was a 13.9% increase, reflecting the motorway operating companies' revenue growth, which remained satisfactory for the six-month period as a whole despite the fall in traffic levels seen at the end of the second quarter, and control over operating costs. The operating profit also includes non-recurring income following the renegotiation of certain employee benefits (see Note 14.2 in the condensed interim financial statements).

VINCI Energies reported a higher operating profit despite the impact of provisions taken on several major projects in their initial stages. The Division's results have benefited from the improvement in foreign subsidiaries' contributions and the inclusion of the Swiss group Etavis acquired in July 2007.

Eurovia, whose interim earnings figures are not very representative of its annual performance because of the strongly seasonal nature of its operations, reported lower operating profit from ordinary activities at €76 million (2.1% of revenue). However, this decrease should be seen in the light of the real estate disposal gains in Spain and the Czech Republic in the first half of 2007.

VINCI Construction's operating profit from ordinary activities was €362 million, a 4.8% of revenue, strongly up by 28.5% compared with the first half of 2007 (€282 million, a 4.7% of revenue. In addition to the positive effects of the acquisitions made in 2007, most of the division's entities reported improved performances.

Operating profit was up by 12.6% and amounted to €1,430 million at 30 June 2008, a 9.1% of revenue, compared with €1,270 million for the first half of 2007 (a 9.3% of revenue).

The share-based payment expense (IFRS 2) represents the benefits paid to employees in the form of free shares, share options and the Group Savings Scheme and amounted to €40 million for the first half of 2008 (expense of €45 million for the first half of 2007).

The Group's share in the results of associates entities amounted to a profit of €10 million for the half-year (compared with €9 million in the first half of 2007).

The cost of net financial debt was higher, at €395 million (compared with €363 million in the first half of 2007). This corresponds mainly to the effect for a full half-year of the cost of financing the acquisitions and share buybacks made in 2007. The rise in interest rates had a limited impact at Group level as a result of the debt hedging policy implemented in 2007. (At 30 June 2008, almost all the net debt was hedged at fixed rate or protected).

Other financial income and expenses amounted to net income of €112 million compared with €67 million in the first half of 2007.

This mainly comprised the capitalised borrowing costs at Cofiroute, ASF, Escota and Arcour (the company operating the A19 motorway concession), disposal gains on securities and the cost of discounting retirement benefit obligations (see Note 5 to the condensed interim consolidated financial statements).

The **tax expense** for the period amounted to €355 million, up €55 million compared with 30 June 2007 (€300 million). The effective tax rate was 30.9%, (compared with 30.8% in the first half of 2007) in line with the Group's effective rate forecast for the full twelve months of 2008.

Minority interests are mainly the share not attributable to the parent company shareholders in the results of Cofiroute (reduced from 34.7% to 16.7% in March 2007) and the Belgian subsidiary CFE (53.2%).

4. Cash flows

Cash flow from operations before cost of financing and tax increased by 10.5% in the first half of 2008, to €2,182 million, compared with €1,975 million in the first half of 2007. This represented 13.9% of revenue at 30 June 2008, compared with 14.5% at 30 June 2007.

VINCI Concessions remains the Group's main contributor, with cash flow from operations before cost of financing and tax increasing by 4.1% to nearly €1.4 billion (€1,319 million at 30 June 2007).

In the Contracting business lines, cash flow from operations before cost of financing and tax increased by nearly 28% to €799 million, representing 6% of revenue (€625 million and 5.5% of revenue at 30 June 2007).

The change in working capital requirement and current provisions, usually negative in the first part of the year because of seasonal factors (mainly in Roads) was stable overall between the two periods (representing a net outflow of approximately €400 million).

After taking account of payments of tax and financial expenses, net cash flows from operations amounted to €977 million, an increase of €219 million against the first half of 2007.

Net capital investment in operating assets was higher, standing at €473 million compared with €310 million in the first half of 2007. Excluding the impact of disposals, gross capital expenditure was up by €149 millions at €510 million, in particular as a result of investments made by the companies acquired in the second half of 2007.

Cash flow from operating activities amounted to €504 million for the first half of 2008, compared with €448 million for the first half of 2007, up by 12.5%.

Growth investments in concessions amounted to €529 million over the period (compared with €604 million in the first half of 2007); of this, €174 million was at Cofiroute, €226 million at ASF and ESCOTA and €101 million at Arcour (A19).

Gross financial investments amounted to €146 million (compared with €1,143 million in the first half of 2007, which included €802 million for the acquisition of 18% of minority interests in Cofiroute).

Share disposals in subsidiaries and associates amounted to €44 million in total in the period.

Increases in share capital in the first half of 2008 amounted to €290 million, including €197 million in respect of the payment in shares of the final dividend.

Treasury share transactions resulted in a net use of cash of €223 million, including €247 million in respect of the purchase by VINCI of its own shares.

Dividend payments amounted to €523 million in total, including €197 million in respect of the VINCI stock dividend and €291 million for the cash dividend payment. The balance mainly represents the dividends paid by Cofiroute to its minority shareholders.

5. Balance sheet

Consolidated non-current assets at 30 June 2008 amounted to €30.3 billion. This is mainly accounted for by the concessions' assets (€25.7 billion) including ASF for nearly €18 billion. Overall, capital employed amounted to €26.5 billion at 30 June 2008, an increase of €0.8 billion compared with the end of 2007.

The Concessions division accounts for a total of nearly 95% of capital employed.

Equity, including minority interests for €595 million, was €8.6 billion at 30 June 2008, compared with €8.2 billion at 31 December 2007.

Net financial debt amounted to €16.7 billion at 30 June 2008 (compared with €16. 3 billion at 31 December 2007 and €16.8 billion at 30 June 2007). At €17.1 billion, the Concessions division's debt was slightly up from the level at the end of 2007, by €0.1 billion.

The contracting divisions' subsidiaries held net cash of €2 billion while the holding companies' net debt was €1.6 billion.

The average maturity of the Group's outstanding debt is 7.1 years. VINCI also retains a very high level of liquidity (at more than €10 billion, including €3 billion of available cash resources and more than €7 billion of unused, confirmed, medium-term credit facilities).

Since the beginning of the year, and in what has however been a depressed credit market, VINCI has raised new long-term finance for its existing concessions (ASF, Cofiroute, and the A19 motorway) and finalised the arrangement of the financing of major concessions and PPP contracts won recently (the Cœntunnel in Amsterdam and the Athens-Patras-Tsakona motorway).

6. Parent company financial statements

VINCI's individual financial statements show revenue of €12.1 million for the first half of 2008, compared with €12.7 million in the first half of 2007. This mainly comprises rebilling by VINCI of various management assistance fees to its subsidiaries.

The Company's profit for the first half of 2008 was €434 million compared with €4,034 million in the first half of 2007, which included the exceptional dividends received from the Concessions division.

7. Main transactions with related parties

Details of the main transactions with related parties are given in Note 18 to the condensed interim consolidated financial statements.

8. Risk factors

Details of the main risks that VINCI could face are given in Note B. "Risk factors" in the management report included in the 2007 registration document, number D.08-0147, filed with the AMF on 25 March 2008.

Condensed interim consolidated financial statements at 30 June 2008

Financial statements

Key figures

(in € millions)	1st half 2008	1st half 2007	12 months 2007
REVENUE	**15,737.0**	**13,665.2**	**30,427.8**
Of which revenue outside France	5,643.6	4,435.9	10,711.2
% of revenue	*35.9%*	*32.5%*	*35.2%*
Operating profit from ordinary activities	1,459.5	1,306.2	3,112.8
% of revenue	*9.3%*	*9.6%*	*10.2%*
Operating profit	1,429.8	1,269.7(*)	3,006.1
NET PROFIT ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	**730.7**	**613.8**	**1,461.0**
Earnings per share *(in euros)*	1.56	1.33	3.14
Diluted earnings per share *(in euros)*	1.52	1.27	3.02
Dividend per share *(in euros)*	-	-	1.5
Equity including minority interest	8,588.2	7,586.2	8,196.7
Net financial debt	(16,737.1)	(16,756.2)	(16,303.3)
CASH FLOWS FROM OPERATIONS	**2,182.0**	**1,975.2**	**4,514.7**
Net investments in operating assets	(473.0)	(309.9)	(683.1)
Investments in concession assets	(528.5)	(604.0)	(1,269.5)
Net financial investments	(101.6)	(1,122.3)	(2,023.2)

(*) Restated in accordance with the change of presentation described in Note B.2.1 "Change of presentation: profit or loss of associates".

Consolidated income statement

(in € millions)	Notes	1st half 2008	1st half 2007	12 months 2007
REVENUE	**1-2-3**	**15,737.0**	**13,665.2**	**30,427.8**
Revenue from ancillary activities		90.3	119.5	234.3
Operating expenses	4	(14,367.9)	(12,478.5)	(27,549.3)
Operating profit from ordinary activities	**2-3-4**	**1,459.5**	**1,306.2**	**3,112.8**
Share-based payment expense (IFRS 2)	4-13	(39.6)	(45.4)	(117.6)
Goodwill impairment expense	8			(6.0)
Profit or loss of associates		9.9	8.9	17.0
OPERATING PROFIT	**2-3-4**	**1,429.8**	**1,269.7(*)**	**3,006.1**
Cost of gross financial debt		(480.7)	(470.4)	(1,006.5)
Financial income from cash management investments		85.6	107.8	195.5
Cost of net financial debt	**5**	**(395.1)**	**(362.7)**	**(811.0)**
Other financial income	5	142.5	96.2	199.5
Other financial expenses	5	(30.9)	(29.4)	(67.8)
Income tax expense	6	(354.7)	(300.3)	(743.8)
Net profit from continuing operations		**791.6**	**673.6**	**1,583.0**
Net profit from discontinued operations (halted or sold)		-	-	-
NET PROFIT FOR THE PERIOD		**791.6**	**673.6**	**1,583.0**
Net profit attributable to minority interests		60.9	59.8	122.0
Net profit attributable to equity holders of the parent		**730.7**	**613.8**	**1,461.0**
Earnings per share from continuing operations				
Earnings per share *(in euros)*	7	1.56	1.33	3.14
Diluted earnings per share *(in euros)*	7	1.52	1.27	3.02
Earnings per share attributable to equity holders of the parent				
Earnings per share *(in euros)*	7	1.56	1.33	3.14
Diluted earnings per share *(in euros)*	7	1.52	1.27	3.02

(*) Restated in accordance with the change of presentation described in Note B.2.1 "Change of presentation: profit or loss of associates".

Consolidated balance sheet

Assets

(in € millions)	Notes	30/06/2008	30/06/2007	31/12/2007
Non-current assets				
Goodwill	8	3,460.9	2,864.0	3,382.5
Other intangible assets		153.9	126.0	141.6
Concession intangible assets	9	25,214.0	24,853.6	25,060.6
Property, plant and equipment	10	2,947.6	2,412.0	2,824.5
Investment property		45.0	45.0	52.6
Investments in associates		184.9	99.5	191.9
Other non-current financial assets	11	554.3	432.9	562.3
Deferred tax assets		96.4	87.5	110.1
Total non-current assets		**32,657.1**	**30,920.4**	**32,326.0**
Current assets				
Inventories and work in progress	15	868.4	607.4	647.5
Trade and other operating receivables	15	12,199.3	11,006.2	11,101.3
Other current assets	15	345.8	256.6	288.4
Current tax assets		61.6	189.8	54.8
Other current financial assets		348.7	222.4	232.2
Cash management financial assets	16	604.3	1,551.0	665.0
Cash and cash equivalents	16	4,238.9	4,105.8	4,223.8
Total current assets (before assets held for sale)		**18,667.0**	**17,939.2**	**17,213.2**
Assets related to discontinued activities and other assets available for sale		**5.4**		**5.4**
Total current assets		**18,672.4**	17,939.2	**17,218.5**
TOTAL ASSETS		**51,329.4**	**48,859.7**	**49,544.5**

Equity and liabilities

(in € millions)	Notes	30/06/2008	30/06/2007	31/12/2007
Equity				
Share capital		1,234.1	1,215.9	1,214.9
Share premium		5,077.8	4,845.5	4,806.8
Treasury shares		(1,301.4)	(1,070.4)	(1,102.2)
Other equity instruments		490.6	490.6	490.6
Consolidated reserves		1,755.6	901.7	727.5
Currency translation reserves		(47.8)	13.6	(20.7)
Net profit for the period attributable to equity holders of the parent		730.7	613.8	1,461.0
Net income recognised directly in equity		53.3	65.5	46.9
Equity attributable to equity holders of the parent		**7,992.8**	**7,076.2**	**7,624.9**
Minority interest		595.4	510.0	571.8
Total equity	**12**	**8,588.2**	**7,586.2**	**8,196.7**
Non-current liabilities				
Non-current provisions	14	1,033.2	1,078.5	1,067.2
Bonds	16	5,130.0	3,556.1	5,159.8
Other loans and borrowings	16	13,327.0	15,666.8	13,480.7
Other non-current liabilities		83.9	70.0	85.6
Deferred tax liabilities		2,344.4	2,475.1	2,453.4
Total non-current liabilities		**21,918.5**	**22,846.4**	**22,246.6**
Current liabilities				
Current provisions	15	1,995.3	1,652.0	2,003.1
Trade payables	15	6,983.5	6,070.6	6,553.4
Other current payables	15	8,148.3	7,061.9	7,594.9
Current tax payables		173.9	178.4	156.0
Current borrowings	16	3,520.5	3,464.2	2,792.6
Total current liabilities (before liabilities held for sale)		**20,821.4**	**18,427.1**	**19,099.9**
Liabilities related to discontinued activities and other liabilities available for sale		**1.3**		**1.3**
Total current liabilities		**20,822.7**	18,427.1	**19,101.2**
TOTAL EQUITY AND LIABILITIES		**51,329.4**	**48,859.7**	**49,544.5**

Consolidated cash flow statement

(in € millions)		Notes	30/06/2008	30/06/2007	31/12/2007
Net profit for the period (including minority interest)			**791.6**	**673.6**	**1,583.0**
Depreciation and amortisation			845.2	769.5	1,594.9
Net increase/(decrease) in provisions			(43.4)	14.6	48.1
Share-based payments (IFRS 2) and other restatements			5.2	(27.5)	15.0
Gain or loss on disposals			(41.4)	(30.0)	(87.8)
Change in fair value of foreign currency derivative instruments			(36.7)	(7.1)	(26.8)
Share of profit or loss of associates, dividends received from unconsolidated entities and profit or loss of operations classified as held for sale			(22.7)	(20.4)	(30.8)
Capitalised borrowing costs			(65.5)	(60.4)	(135.6)
Cost of net financial debt recognised			395.1	362.7	811.0
Current and deferred tax expense recognised			354.7	300.3	743.8
Cash flows (used in)/from operations before tax and financing costs		2-3	**2,182.0**	**1,975.2**	**4,514.7**
Changes in working capital requirement and current provisions		2-3-15	(391.9)	(399.6)	687.5
Income taxes paid			(349.4)	(365.3)	(782.6)
Net interest paid			(463.3)	(452.3)	(836.1)
Net cash flows (used in)/from operating activities	**I**		**977.2**	**758.0**	**3,583.5**
Purchases of property, plant and equipment, and intangible assets			(510.0)	(360.9)	(815.7)
Proceeds from sales of property, plant and equipment, and intangible assets			37.0	51.0	132.7
Purchases of concession fixed assets (net of grants rece*ived)*			(528.5)	(604.0)	(1,269.5)
Purchases of shares in subsidiaries and associates (consolidated and unconsolidated)			(145.8)	(1,143.1)	(2,095.0)
Proceeds from sales of shares in subsidiaries and associates (consolidated and unconsolidated)			44.3	20.8	71.9
Net effect of changes in scope of consolidation			(44.4)	9.2	292.0
Dividends received from associates and unconsolidated entities			26.2	24.8	27.2
Other			9.6	(3.9)	(11.0)
Net cash flows (used in)/from investing activities	**II**		**(1,111.7)**	**(2,006.1)**	**(3,667.5)**
Changes in share capital			290.1	409.3	369.7
Changes in treasury shares			(222.6)	(891.4)	(939.5)
Minority interest in share capital increases of subsidiaries			(0.0)	0.0	2.3
Dividends paid					
– to shareholders of VINCI SA		12	*(488.5)*	*(413.9)*	*(664.5)*
– to minority interests			*(34.4)*	*(18.8)*	*(48.4)*
Proceeds from new borrowings			316.3	3,188.9	3,611.8
Repayment of borrowings and changes in other current financial debt			(625.0)	(1,780.0)	(2,366.9)
Change in cash management assets			385.4	(351.2)	(758.2)
Net cash flows (used in)/from financing activities	**III**		**(378.7)**	**143.0**	**(793.7)**
Net cash flows associated with discontinued operations (halted or sold)	**IV**				
Change in net cash	**I + II + III + IV**		**(513.2)**	**(1,105.1)**	**(877.7)**
Net cash and cash equivalents at beginning of period			**3,594.0**	**4,487.7**	**4,487.7**
Other changes			(18.6)	48.2	(15.9)
Net cash and cash equivalents at end of period		16	**3,062.2**	**3,430.8**	**3,594.0**
Increase (decrease) of cash management financial assets			(385.4)	351.2	758.2
(Proceeds from)/repayment of loans			308.7	(1,409.0)	(1,244.9)
Other			174.7	154.9	(126.4)
Change in net debt			**(433.8)**	**(1,959.8)**	**(1,506.8)**
Net debt at beginning of period			**(16,303.3)**	**(14,796.4)**	**(14,796.4)**
Net debt at end of period		16	**(16,737.1)**	**(16,756.2)**	**(16,303.3)**

Statement of changes in consolidated equity

(in € millions)	Capital and reserves attributable to equity holders of the parent										
	Share capital	**Share premium**	**Treasury shares**	**Other equity instruments**	**Conso-lidated reserves**	**Currency translation reserves**	**Net profit for the period**	**Net income recognised directly in equity**	**Total**	**Minority interest**	**Total**
Balance at 31 December 2006 restated (*)	**1,176.6**	**4,475.5**	**(178.4)**	**490.6**	**557.1**	**20.5**	**1,270.3**	**9.5**	**7,821.7**	**748.4**	**8,570.1**
Increases in share capital	39.3	370.0							409.3		409.3
Decreases in share capital									0.0		0.0
Changes in treasury shares			(892.0)		0.6				(891.4)		(891.4)
Allocation of net income and dividend payments					856.5		(1,270.3)		(413.9)	(18.8)	(432.7)
Net profit for the period (*a*)							613.8		613.8	59.8	673.6
Financial instruments: changes in fair value (b)								56.2	56.2	0.1	56.3
Including:											
Available-for-sale financial assets								*0.1*	*0.1*		*0.1*
Cash flow hedges								*56.1*	*56.1*	*0.1*	*56.2*
Currency translation differences						(8.5)			(8.5)	(0.6)	(9.1)
Changes in equity of associates recognised directly in equity								0.0	0.0		0.0
Share-based payments (IFRS 2)					35.4				35.4	(0.0)	35.4
Effect of acquisitions and disposals of non-controlling interests after having acquired control					(529.2)	0.0		0.4	(528.9)	(276.1)	(805.0)
Changes in consolidation scope					(0.0)	0.4			0.4	(2.3)	(1.9)
Other	0.0				(18.6)	1.2		(0.6)	(18.0)	(0.5)	(18.5)
Balance at 30 June 2007 restated (*)	**1,215.9**	**4,845.5**	**(1,070.4)**	**490.6**	**901.7**	**13.6**	**613.8**	**65.5**	**7,076.2**	**510.0**	**7,586.2**
Of which – total income and expense recognised in respect of 2006 (a) + (b)							*613.8*	*56.2*	*670.0*	*59.9*	*730.0*
Increases in share capital	8.6	74.7							83.3	2.3	85.6
Decreases in share capital	(9.5)	(113.4)							(122.9)		(122.9)
Changes in treasury shares			(31.8)		(16.2)				(48.1)		(48.1)
Allocation of net income and dividend payments					(250.6)		0.0		(250.6)	(29.6)	(280.2)
Net profit for the period (*a*)							847.2		847.2	62.2	909.4
Financial instruments: changes in fair value (b)								(17.9)	(17.9)	0.3	(17.7)
including:											
Available-for-sale financial assets								*3.5*	*3.5*		*3.5*
Cash flow hedges								*(21.4)*	*(21.4)*	*0.3*	*(21.1)*
Currency translation differences						(38.2)			(38.2)	(1.5)	(39.7)
Changes in equity of associates recognised directly in equity								(0.0)	(0.0)		(0.0)
Share-based payments (IFRS 2)					47.0				47.0		47.0
Effect of acquisitions and disposals of non-controlling interests after having acquired control					(29.3)	0.1		0.0	(29.2)	(8.1)	(37.3)
Changes in consolidation scope					17.6	3.5		(0.2)	20.9	37.0	57.9
Other					57.2	0.3		(0.3)	57.2	(0.8)	56.4
Balance at 31 December 2007	**1,214.9**	**4,806.8**	**(1,102.2)**	**490.6**	**727.5**	**(20.7)**	**1,461.0**	**46.9**	**7,624.9**	**571.8**	**8,196.7**
Of which – total income and expense recognised in respect of 2007 (a) + (b)							*1,461.0*	*38.2*	*1,499.2*	*122.4*	*1,621.7*
Increases in share capital	19.2	270.9							290.1		290.1
Decreases in share capital									0.0		0.0
Changes in treasury shares			(199.2)		(23.4)				(222.6)		(222.6)
Allocation of net income and dividend payments					972.5		(1,461.0)		(488.5)	(34.4)	(522.9)
Net profit for the period (*a*)							730.7		730.7	60.9	791.6
Financial instruments: changes in fair value (b)								6.3	6.3	0.2	6.5
including:											
Available-for-sale financial assets								*(35.0)*	*(35.0)*		*(35.0)*
Cash flow hedges								*41.4*	*41.4*	*0.2*	*41.5*
Currency translation differences						(28.2)			(28.2)	(1.5)	(29.7)
Changes in equity of associates recognised directly in equity								0.0	0.0		0.0
Share-based payments (IFRS 2)					36.2				36.2		36.2
Effect of acquisitions and disposals of non-controlling interests after having acquired control					(3.7)	(0.0)			(3.7)	(6.1)	(9.8)
Changes in consolidation scope					0.0	0.0		(0.0)	0.0	3.6	3.6
Other					46.6	1.1		0.0	47.8	0.8	48.6
Balance at 30 June 2008	**1,234.1**	**5,077.8**	**(1,301.4)**	**490.6**	**1,755.6**	**(47.8)**	**730.7**	**53.3**	**7,992.8**	**595.4**	**8,588.2**
Of which – total income and expense recognised in respect of 30/06/2008 (a) + (b)							*730.7*	*6.3*	*737.0*	*61.1*	*798.1*

(*) Restated in accordance with the change of method described in note A.1.2. "Change of method: transactions between shareholders, acquisitions and disposals of non-controlling interests after acquisition of control" of 2007 registrations document D.08.0147 filed with the AMF on 25 march 2008.

Notes to the condensed interim consolidated financial statements

A. SEASONAL NATURE OF THE BUSINESS

For most of the Group's businesses, and particularly the roads business, the first half of the financial period is marked by lower business volumes than in the second half of the year due to less favourable weather conditions.

Sales levels and results in the first half cannot therefore be extrapolated to the full financial year.

The seasonal nature of business is reflected in a net use of cash over the first half of the year, due to the low level of cash receipts during this period and the pattern of free operating cash flows, most of which are generated during the second half of the year.

No correcting adjustments have been made to take account of the impact of seasonal factors on the Group's financial statements for the first half.

Group income and expenses from normal business operations that are of a seasonal, cyclical or occasional nature are accounted for using the same accounting methods as those adopted for the full-year financial statements. They are neither recognised in advance nor deferred in the interim financial statements.

Income and expenses invoiced on an annual basis (e.g. patent royalties, licence fees, etc.) are accounted for pro-rata using an estimate for the full year.

Liabilities arising in the first half, including those expected to be extinguished in the second half of the year, have been provided for at the end of the period. In particular, in the case of loss-making contracts, known losses on completion are provided for in full at 30 June.

B. ACCOUNTING POLICIES AND MEASUREMENT METHODS

1. General principles

The condensed interim consolidated financial statements at 30 June 2008 have been prepared in accordance with IAS 34 *Interim Financial Reporting*. As these are condensed financial statements, they do not include all the information required by the IFRSs and should therefore be read in conjunction with the financial statements for the period ended 31 December 2007.

The accounting policies adopted in preparing the interim consolidated financial statements comply with the IFRS Standards and Interpretations as endorsed by the European Union as at 30 June 2008[(1)].

These accounting policies are the same as those used in preparing the annual consolidated financial statements for the period ended 31 December 2007, except as regards the adoption of IFRIC 11 *Group and Treasury Share Transactions*.

The application of this interpretation has had no material effect on the Group's consolidated financial statements.

These polices are not different from the IFRSs as published by the IASB except for the following Standards and Interpretations which are mandatory for financial years commencing on or after 1 January 2008 that have not yet been ratified by the European Union: IFRIC 12 *Service Concession Arrangements* (see note B.3.3 "IFRIC 12 Service Concession Arrangements") and IFRIC 14 *IAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*.

The Group has not applied Standards and Interpretations of which application is not mandatory at 1 January 2008 early:

- IAS 1 Revised *Presentation of Financial Statements*;
- IAS 23 Revised *Borrowing Costs*;

(1) Available on the website: http://ec.europa.eu/internal_market/accounting/ias_en.htm#adopted-commission.

- IFRS 8 *Operating segments*;
- IFRIC 13 *Customer Loyalty Programmes*;
- IFRS 3 Revised *Business Combinations (Phase 2)*;
- IAS 27 Amended *Consolidated and Separate Financial Statements*;
- IFRS 2 Amended *Vesting Conditions and Cancellations*;
- IAS 32 Amended *Puttable Financial Instruments and Obligations Arising on Liquidation*.

The potential impacts on the Group's consolidated financial statements of these Standards and Interpretations are being determined. At the present stage of analysis, VINCI dœs not expect there to be any material impacts on its consolidated financial statements.

The condensed interim financial statements were approved by the Board of Directors on 29 August 2008.

2. Consolidation methods

2.1 Change of presentation at 31 December 2007: Profit or loss of associates

The IFRSs require the profit or loss of associates to be disclosed on a specific line in the income statement, but do not state where this line should be placed. Furthermore, they allow supplementary lines and subtotals to be added whenever this facilitates understanding of the entity's performance.

In order to improve the information presented on the operational performance of its business lines, VINCI has decided to present the results of associates, as from 31 December 2007, on a specific line between *Operating profit from ordinary activities* and *Operating profit*. In accordance with IAS 8, this change of presentation is applied to the comparative data presented.

(in € millions)	30/06/2007 As published
Revenue	**13,665.2**
Operating profit from ordinary activities	**1,306.2**
Share-based payment expense (IFRS 2)	(45.4)
Goodwill impairment expense	
Operating profit	**1,260.8**
Cost of net financial debt	**(362.7)**
Profit or loss of associates	8.9
Income tax expense	(300.3)
Net profit for the period	**673.6**
Minority interest	59.8
NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	**613.8**

(in € millions)	30/06/2007 Restated
Revenue	**13,665.2**
Operating profit from ordinary activities	**1,306.2**
Share-based payment expense (IFRS 2)	(45.4)
Goodwill impairment expense	
Profit or loss of associates	8.9
Operating profit	**1,269.7**
Cost of net financial debt	**(362.7)**
Income tax expense	(300.3)
Net profit for the period	**673.6**
Minority interest	59.8
NET PROFIT FOR THE PERIOD ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT	**613.8**

Note that the associated entities are involved in the same business lines as VINCI (Concessions, Construction, Roads and Energy).

2.2 Consolidation scope

Companies of which the Group holds, whether directly or indirectly, the majority of voting rights enabling control to be exercised, are fully consolidated. Companies that are less than 50% owned but in which VINCI exercises *de facto* control – i.e. has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities – are consolidated using this same method. This relates in particular to CFE, of which VINCI owns 46.84%.

Proportionate consolidation is used for jointly controlled entities. This relates in particular to joint venture agreements (*sociétés en participation*) and Consortium Stade de France, of which VINCI owns 66.67% and where there is a shareholders' agreement with Bouygues, which owns 33.33%. This agreement organises the joint control by this company's two sole shareholders, and provides that all financial, operational and investments decisions must be made unanimously.

The consolidated financial statements include the financial statements of all companies with revenue of more than €2 million, and the financial statements of subsidiaries whose revenue is below this figure but whose impact on the Group's financial statements is material.

Companies over which the Group exercises significant influence are accounted for using the equity method.

Number of companies by reporting method

	30/06/2008			31/12/2007			30/06/2007		
	Total	France	Foreign	Total	France	Foreign	Total	France	Foreign
Full consolidation	1,622	1,034	588	1,610	1,025	585	1,420	939	481
Proportionate consolidation	415	192	223	404	187	217	330	165	165
Equity accounted	74	36	38	76	35	41	43	13	30
TOTAL	**2,111**	**1,262**	**849**	**2,090**	**1,247**	**843**	**1,793**	**1,117**	**676**

There have been no material changes in the list of main subsidiaries since 31 December 2007.

Changes in consolidation scope result mainly from the acquisition by VINCI Park of Ideal Parking, Master Park and Sunset Parking in North America, the acquisition of 13 companies in the Energy division, 20 companies in the Construction division, 6 companies in the Roads division and 21 companies by VINCI Immobilier (Hermes Group).

The main disposal during the period was that by VINCI Construction Filiales Internationales of its Hungarian subsidiary Hídépítö.

2.3 Intragroup transactions

Reciprocal operations and transactions relating to assets and liabilities, income and expenses between consolidated or equity-accounted companies are eliminated in the consolidated financial statements. This is done:

- for the full amount if the transaction is between two subsidiaries;
- applying the percentage of proportionate consolidation of an entity if the transaction is between a fully consolidated entity and a proportionately consolidated entity;
- applying the percentage owned of an equity-accounted entity in the case of internal profits or losses realised between a fully consolidated entity and an equity-accounted entity.

2.4 Translation of the financial statements of foreign subsidiaries and establishments

In most cases, the functional currency of entities and establishments is their local currency.

The financial statements of foreign companies of which the functional currency is different from that used in preparing the Group's consolidated financial statements are translated at the closing rate for balance sheet items and at the average rate for the period for income statement items. Any resulting translation differences are recognised under translation differences in consolidated reserves. Goodwill relating to foreign entities is considered as comprising part of the assets and liabilities acquired and is therefore translated at the exchange rate in force at the balance sheet date.

2.5 Foreign currency transactions

Transactions in foreign currency are translated into euros at the exchange rate at the transaction date. At the balance sheet date, financial assets and monetary liabilities expressed in foreign currencies are translated at the closing rate. Resulting exchange gains and losses are recognised under foreign exchange gains and losses and are shown under other financial income and other financial expenses in the income statement.

Foreign exchange gains and losses arising on loans denominated in foreign currency or on foreign currency derivatives used to hedge investments in foreign subsidiaries are recorded in equity.

2.6 Business combinations

The Group applies the so-called purchase method for business combinations made as from 1 January 2004. In application of this method, the Group recognises the identifiable assets, liabilities and contingent liabilities at their fair value at the dates when control was acquired. The cost of a business combination is the fair value, at the date of exchange, of assets given, liabilities incurred, and/or equity instruments issued by the acquirer in exchange for control of the acquiree, plus any costs directly attributable to the acquisition. When an agreement provides for an adjustment to the purchase price contingent on future events, the Group includes the amount of that adjustment in the purchase cost of the target entity at the acquisition date if the adjustment is probable and can be measured reliably. The cost of acquisition is allocated by recognising the identifiable assets, liabilities and contingent liabilities of the acquiree at their fair value at that date, except for assets or asset groups classified as held for sale under IFRS 5, which are recognised at their fair value less costs to sell. The positive difference between the cost of acquisition, as defined above, and VINCI's interest in the fair value of the identifiable assets, liabilities and contingent liabilities is recognised as goodwill.

The Group has 12 months from the date of acquisition to finalise recognition of the business combination in question.

2.7 Discontinued operations (halted or sold), operations and assets classified as held for sale

Discontinued operations

Whenever discontinued operations (halted or sold), or operations held for sale are:

- a business line or a geographical area of business that is material for the Group and that forms part of a single disposal plan; or
- a subsidiary acquired exclusively with a view to resale;

they are shown on a separate line of the consolidated balance sheet at the balance sheet date of the period under consideration.

Assets connected with discontinued operations are measured at the lower of their carrying amount and their estimated sales price less costs to sell. Income statement and cash flow items relating to these discontinued operations are shown on a separate line for all the periods presented.

Assets classified as held for sale

Non-current assets of which the sale has been decided during the period are shown on a separate line of the balance sheet whenever the sale is expected to be completed within one year. Such assets are measured at the lower of their carrying amount and their estimated sales price less costs to sell.

Contrary to discontinued operations, the related income statement and cash flow items are not shown on a separate line.

3. Measurement rules and methods

3.1 Use of estimates

The preparation of financial statements under the IFRSs requires estimates to be used and assumptions to be made that affect the amounts shown in these financial statements.

These estimates assume the operation is a going concern and are made on the basis of the information available at the time. Estimates may be revised if the circumstances on which they were based alter or if new information becomes available. Actual results may be different from these estimates.

Use of estimates relates in particular to the following:

- measurement of construction contract profit or loss using the stage of completion method;
- values used in impairment tests;
- measurement of share-based payment expenses under IFRS 2;
- measurement of retirement benefit obligations;

- measurement of provisions;
- measurement of financial instruments at fair value.

Details of these estimates and assumptions are given on page 185 of the 2007 registration document D.08-0147, filed with the AMF on 25 March 2008.

3.2 Specific measurement rules and methods applied by the Group in preparing the interim financial statements

3.2.1 Estimation of tax expense

The tax expense for the first half-year is determined by applying the Group's estimated average tax rate for the whole of 2008 (including deferred tax) to the pre-tax profit. This rate is adjusted if necessary for the tax effects of exceptional items recognised in the period.

3.2.2 Retirement benefit obligations

No actuarial assessment has been made for the condensed interim financial statements. The expense for the half-year in respect of retirement benefit obligations is half the net expense calculated for 2008 on the basis of the actuarial assumptions at 31 December 2007.

3.3 IFRIC 12 Service Concession Arrangements

On 30 November 2006, the IFRIC published Interpretation IFRIC 12 on accounting for service concession agreements, of which endorsement by the European Union is in progress:

- the application scope covers public service concession contracts in which the concession grantor is considered to exercise control over the assets operated;
- the various accounting models applicable depend on the consideration received by the operator:

- under the intangible asset model, the operator recognises the asset under concession as an intangible asset to the extent that it receives a right to collect tolls (or receive other remuneration) from users, in consideration for the financing, building, and operation of the infrastructure. This treatment would apply to most infrastructure concessions that are today operated by VINCI, in particular the motorway networks of ASF, ESCOTA and Cofiroute, the A19, the Rion-Antirion bridge in Greece, and most of the parking facilities managed under concessions by VINCI Park. The intangible asset model also applies whenever the concession grantor remunerates the concession operator on the basis of the extent of use of the infrastructure by users, but with no guarantees as to the amounts that will be paid to the operator (under a simple *pass through* or *shadow toll* agreement),
- under the financial asset model, the operator's rights over the asset under concession are recognised as an interest-bearing financial receivable whenever the concession operator has an unconditional right to receive payments from the concession grantor independently of the extent of use of the infrastructure by users. On the basis of the analysis of VINCI's current contracts, this model would apply to the Newport bypass contract, to some VINCI Park contracts and to the Public-Private Partnership contracts,
- whenever only part of the investment is covered by a payment commitment from the grantor, it is recognised as a financial receivable up to the amount guaranteed by the grantor, and as an intangible fixed asset for the balance.

The application of IFRIC 12 by VINCI will require the accounting rules and procedures applicable to concession contracts to be adapted, in particular as regards the accounting treatment of provisions for major repairs.

VINCI has elected not to apply this Interpretation at 30 June 2008.

C. BUSINESS COMBINATIONS

VINCI has made no material acquisitions of companies in the first half of 2008.

Regarding the acquisitions made in 2007, no material adjustments have been made to the values attributed to the identifiable assets, liabilities, and contingent liabilities at the date of acquiring control, which are presented in Note B "Business combinations" in the 2007 registration document D.08-0147, filed with the AMF on 25 March 2008.

D. SEGMENT INFORMATION

Segment information is presented by business line and geographical segment., in line with the Group's internal organisation.

The main activities of each business line are:

- **Concessions:** management under concessions, tenancy agreements or service provision agreements of motorways and major infrastructures such as bridges and tunnels, car parks, airports and public infrastructure equipment;
- **Contracting:**

- **Energy:** electrical works and engineering, information and communication technology, heating ventilation and air conditioning engineering, insulation,
- **Roads:** building and maintenance of roads and motorways, production of road-building materials, urban infrastructure, environmental work, demolition and recycling,
- **Construction:** design and construction in the building, civil engineering, and hydraulic sectors, multi-technical maintenance, foundations, soil treatment and dredging.

The segment financial information has been prepared using the same accounting rules as for the full financial statements.

Transactions between the various business lines are carried out at market conditions.

1. Revenue

1.1 Breakdown of revenue by business line

(in € millions)	1st half 2008	1st half 2007	Change 2008/2007	12 months 2007
Concessions	**2,284.5**	**2,147.3**	**6.4%**	**4,580.0**
Contracting	**13,391.1**	**11,413.5**	**17.3%**	**25,660.0**
Energy	2,222.1	1,983.1	12.1%	4,300.7
Roads	3,638.7	3,383.0	7.6%	7,706.0
Construction	7,530.3	6,047.4	24.5%	13,653.2
Holding companies, other activities and eliminations	61.4	104.3	-41.2%	187.8
TOTAL	**15,737.0**	**13,665.2**	**15.2%**	**30,427.8**

1.2 Breakdown of revenue by geographical market

(in € millions)	1st half 2008	%	1st half 2007	%	2007	%
France	**10,093.4**	**64.1%**	**9,229.3**	**67.5%**	**19,716.6**	**64.8%**
United Kingdom	1,054.4	6.7%	897.9	6.6%	2,048.5	6.7%
Germany	731.3	4.6%	706.3	5.2%	1,621.3	5.3%
Central and Eastern Europe(*)	1,010.6	6.4%	958.6	7.0%	2,307.6	7.6%
Belgium	505.4	3.2%	399.3	2.9%	826.3	2.7%
Spain	216.6	1.4%	146.5	1.1%	361.6	1.2%
Other European countries	481.5	3.1%	323.1	2.4%	888.1	2.9%
Europe(**)	**14,093.2**	**89.6%**	**12,661.0**	**92.7%**	**27,770.0**	**91.3%**
Including the European Union for	*13,851.1*	*88.0%*	*12,597.1*	*92.2%*	*27,386.8*	*90.0%*
North America	353.6	2.2%	286.7	2.1%	720.5	2.4%
Africa	562.2	3.6%	364.6	2.7%	858.8	2.8%
Rest of world	728.0	4.6%	353.0	2.6%	1,078.4	3.5%
TOTAL	**15,737.0**	**100.0%**	**13,665.2**	**100.0%**	**30,427.8**	**100.0%**

(*) Albania, Bosnia-Herzegovina, Bulgaria, Croatia, Hungary, Latvia, Lithuania, Poland, Czech Republic, Romania, Russia, Serbia-Montenegro, Slovakia, Slovenia and Ukraine.
(**) Includes the eurozone for €11,841 million at 30 June 2008, €10,737.4 million at 30 June 2007 and €23,103.3 million at 31 December 2007.

Revenue arising in foreign countries amounted to €5,643.6 million in the first half of 2008, 27.2% more than in the first half of 2007, and represented 35.9% of the total.

2. Other segment information by business line

The data below is for each business line separately and is stated before elimination, at their own level, of transactions with other business lines.

1st half 2008

		Contracting						
(in € millions)	Concessions	Energy	Roads	Constructions	Total	Holding companies & other activities	Elimi-nations	Total
30/06/2008								
Income statement								
Revenue	**2,284.5**	**2,222.1**	**3,638.7**	**7,530.3**	**13,391.1**	**238.6**	**(177.3)**	**15,737.0**
Elimination of inter-segment sales	(0.9)	(46.1)	(63.8)	(66.3)	(176.2)	(0.2)	177.3	0.0
Revenue invoiced to outside parties	2,283.6	2,176.0	3,574.9	7,464.0	13,215.0	238.4	0.0	15,737.0
Operating profit from ordinary activities	898.6	110.6	76.1	361.8	548.5	12.4		1,459.5
% of revenue	*39.3%*	*5.0%*	*2.1%*	*4.8%*	*4.1%*			*9.3%*
Operating profit	896.3	100.6	68.7	345.5	514.9	18.6		1,429.8
Net profit or loss from continuing operations	371.9	68.3	49.6	276.6	394.5	25.2		791.6
Net profit attributable to equity holders of the parent	**343.1**	**67.4**	**44.8**	**249.8**	**362.0**	**25.5**		**730.7**
Other indicators								
Cash flows (used in)/from operations before tax and financing costs	**1,372.9**	**125.6**	**158.1**	**515.4**	**799.1**	**10.0**		**2,182.0**
Net financial surplus (debt)	**(17,108.9)**	**501.8**	**106.4**	**1,353.5**	**1,961.7**	**(1,589.8)**		**(16,737.1)**
Segment assets	**28,474.7**	**2,387.2**	**4,378.7**	**9,636.5**	**16,402.4**	**542.7**		**45,419.8**

1st half 2007

		Contracting				Holding		
(in € millions)	Concessions	Energy	Roads	Constructions	Total	companies & other activities	Elimi-nations	Total
30/06/2007								
Income statement								
Revenue	**2,147.3**	**1,983.1**	**3,383.0**	**6,047.4**	**11,413.5**	**264.7**	**(160.4)**	**13,665.2**
Elimination of inter-segment sales	(1.1)	(39.8)	(42.0)	(72.4)	(154.3)	(5.0)	160.4	
Revenue invoiced to outside parties	2,146.2	1,943.2	3,341.1	5,975.0	11,259.3	259.7		13,665.2
Operating profit from ordinary activities	788.9	104.8	90.3	281.7	476.7	40.6		1,306.2
% of revenue	*36.7%*	*5.3%*	*2.7%*	*4.7%*	*4.2%*			*9.6%*
Operating profit	784.5	94.9	84.1	268.2	447.2	38.0		1,269.7
Net profit or loss from continuing operations	334.0	64.8	66.0	216.4	347.2	(7.6)		673.6
Net profit attributable to equity holders of the parent	**297.9**	**64.1**	**61.5**	**197.7**	**323.3**	**(7.3)**		**613.8**
Other indicators								
Cash flows (used in)/from operations before tax and financing costs	**1,319.1**	**107.4**	**140.5**	**377.3**	**625.2**	**30.8**		**1,975.2**
Net financial surplus (debt)	**(16,156.3)**	**518.2**	**252.5**	**1,227.8**	**1,998.6**	**(2,598.5)**		**(16,756.2)**
Segment assets	**27,973.6**	**2,103.1**	**3,996.3**	**7,730.4**	**13,829.8**	**466.8**		**42,270.2**

2007

		Contracting				Holding		
(in € millions)	Concessions	Energy	Roads	Constructions	Total	companies & other activities	Elimi-nations	Total
31/12/2007								
Income statement								
Revenue	**4,580.0**	**4,300.7**	**7,706.0**	**13,653.2**	**25,660.0**	**558.3**	**(370.5)**	**30,427.8**
Elimination of inter-segment sales	(1.6)	(90.8)	(103.5)	(173.3)	(367.6)	(1.3)	370.5	
Revenue invoiced to outside parties	4,578.5	4,210.0	7,602.5	13,479.9	25,292.4	556.9	0.0	30,427.8
Operating profit from ordinary activities	1,746.5	229.5	391.7	668.3	1,289.5	76.8		3,112.8
% of revenue	*38.1%*	*5.3%*	*5.1%*	*4.9%*	*5.0%*	*13.8%*		*10.2%*
Operating profit	1,735.1	198.4	375.2	632.0	1,205.6	65.5		3,006.1
Net profit or loss from continuing operations	751.1	144.6	275.0	475.5	895.1	(63.2)		1,583.0
Net profit attributable to equity holders of the parent	**679.8**	**142.0**	**263.1**	**438.3**	**843.4**	**(62.2)**		**1,461.0**
Other indicators								
Cash flows (used in)/from operations before tax and financing costs	**2,833.5**	**250.2**	**513.6**	**895.4**	**1,659.2**	**22.0**		**4,514.7**
Net financial surplus (debt)	**(16,966.6)**	**515.0**	**599.6**	**1,478.2**	**2,592.8**	**(1,929.5)**		**(16,303.3)**
Segment assets	**28,300.0**	**2,288.0**	**3,838.2**	**8,872.9**	**14,999.2**	**391.8**		**43,690.9**

3. Breakdown of the Concessions business line

1st half 2008

(in € millions)	Cofiroute(*)	ASF Group	VINCI Park	Other concessions	Holding companies	Total
30/06/2008						
Income statement						
Revenue	**511.4**	**1,362.8**	**304.3**	**106.1**	**0.0**	**2,284.5**
Operating profit from ordinary activities	265.7	547.8	60.5	32.7	(8.1)	898.6
% of revenue	*52.0%*	*40.2%*	*19.9%*	*30.8%*		*39.3%*
Operating profit	265.9	545.9	60.5	35.3	(11.2)	896.3
Net profit or loss from continuing operations	151.4	203.8	25.9	20.3	(29.6)	371.9
Net profit attributable to equity holders of the parent	**126.2**	**202.7**	**25.8**	**17.9**	**(29.6)**	**343.1**
Other indicators						
Cash flows (used in)/from operations before tax and financing costs	**360.3**	**884.5**	**94.0**	**44.5**	**(10.5)**	**1,372.9**
Net financial surplus (debt)	**(3,269.8)**	**(10,697.9)**	**(802.5)**	**(638.4)**	**(1,700.3)**	**(17,108.9)**
Segment assets	**5,539.4**	**20,169.5**	**1,497.6**	**1,220.4**	**47.7**	**28,474.7**

(*) On a 100% basis.

1st half 2007

(in € millions)	Cofiroute(*)	ASF Group	VINCI Park	Other concessions	Holding companies	Total
30/06/2007						
Income statement						
Revenue	**480.8**	**1,300.6**	**275.1**	**90.9**	**0.0**	**2,147.3**
Operating profit from ordinary activities	258.3	437.3	61.5	31.2	0.6	788.9
% of revenue	*53.7%*	*33.6%*	*22.3%*	*34.3%*		*36.7%*
Operating profit	258.7	433.9	61.4	33.6	(3.0)	784.5
Net profit or loss from continuing operations	153.6	144.3	27.4	20.0	(11.2)	334.0
Net profit attributable to equity holders of the parent	**120.5**	**143.6**	**27.3**	**17.7**	**(11.2)**	**297.9**
Other indicators						
Cash flows (used in)/from operations before tax and financing costs	**337.9**	**852.2**	**94.1**	**42.8**	**(7.7)**	**1,319.1**
Net financial surplus (debt)	**(3,097.8)**	**(10,952.3)**	**(832.9)**	**(413.4)**	**(859.9)**	**(16,156.3)**
Segment assets	**5,124.1**	**20,470.5**	**1,476.8**	**855.7**	**46.6**	**27,973.6**

(*) On a 100% basis.

2007

(in € millions)	Cofiroute(*)	ASF Group	VINCI Park	Other concessions	Holding companies	Total
31/12/2007						
Income statement						
Revenue	**1,038.5**	**2,811.4**	**561.9**	**168.2**	**0.0**	**4,580.0**
Operating profit from ordinary activities	562.5	1,001.6	130.9	58.3	(6.8)	1,746.5
% of revenue	*54.2%*	*35.6%*	*23.3%*	*34.7%*		*38.1%*
Operating profit	563.3	991.9	130.9	63.3	(14.2)	1,735.1
Net profit or loss from continuing operations	344.9	353.9	63.8	35.4	(46.9)	751.1
Net profit attributable to equity holders of the parent	**279.9**	**352.6**	**63.7**	**30.5**	**(46.9)**	**679.8**
Other indicators						
Cash flows (used in)/from operations before tax and financing costs	**732.8**	**1,841.6**	**194.3**	**81.3**	**(16.5)**	**2,833.5**
Net financial surplus (debt)	**(3,263.8)**	**(10,667.2)**	**(856.6)**	**(580.4)**	**(1,598.6)**	**(16,966.6)**
Segment assets	**5,347.8**	**20,362.5**	**1,505.3**	**1,034.8**	**49.6**	**28,300.0**

(*) On a 100% basis.

E. NOTES TO THE INCOME STATEMENT

4. Operating profit

(in € millions)	1st half 2008	1st half 2007	12 months 2007
Revenue	**15,737.0**	**13,665.2**	**30,427.8**
Revenue from ancillary activities	**90.3**	**119.5**	**234.3**
Purchases consumed	(3,879.6)	(3,138.4)	(7,214.9)
External services	(1,944.9)	(1,706.5)	(3,621.5)
Temporary employees	(483.2)	(415.4)	(967.3)
Subcontracting	(3,322.5)	(3,005.8)	(6,696.5)
Taxes and levies	(416.7)	(387.1)	(820.9)
Employment costs	(3,593.2)	(3,057.8)	(6,452.2)
Other operating income and expenses	48.7	39.2	96.6
Depreciation and amortisation(*)	(841.5)	(765.5)	(1,587.3)
Net provision charges(**)	64.9	(41.4)	(285.2)
Operating expenses	**(14,367.9)**	**(12,478.5)**	**(27,549.3)**
Operating profit from ordinary activities	**1,459.5**	**1,306.2**	**3,112.8**
Share-based payment expense (IFRS 2)	(39.6)	(45.4)	(117.6)
Goodwill impairment expense			(6.0)
Profit or loss of associates(***)	9.9	8.9	17.0
Operating profit	**1,429.8**	**1,269.7**	**3,006.1**

(*) Including reversals of depreciation and amortisation relating to investment grants.
(**) Comprises expenses and reversals of non-current provisions (see Note F.14.2 "Other non-current provisions") and of current provisions (see Note F.15.2. "Breakdown of current provisions").
(***) Restated in accordance with the change of presentation described in Note B.2.1 "Change of presentation: profit or loss of associates".

Operating profit from ordinary activities measures the operating performance of the Group's subsidiaries before the effects of share-based payments (IFRS 2), goodwill impairment losses and profit or loss of associates.

It was €1,459.5 million at 30 June 2008 (9.3% of revenue) against €1,306.2 million at 30 June 2007 (9.6% of revenue), up 11.7%.

Operating profit, after taking account of share-based payment expenses, goodwill impairment losses and the profit or loss of associates, amounted to €1,429.8 million at 30 June 2008 (9.1% of revenue) compared with €1,269.7 million at 30 June 2007 (9.3% of revenue), an increase of 12.6%.

4.1 Share-based payments

The expense relating to benefits granted to employees has been assessed at €39.6 million in respect of the first half of 2008 (compared with €45.4 million at 30 June 2007), of which €36.2 million was in respect of free share plans (compared with €12 million at 30 June 2007), (See Note F.13 "Share-based payments").

5. Financial income and expenses

(in € millions)	**1st half 2008**	**1st half 2007**	**12 months 2007**
Cost of gross financial debt(*)	(480.7)	(470.4)	(1,006.5)
Financial income from cash management investments	85.6	107.8	195.5
Cost of net financial debt	**(395.1)**	**(362.7)**	**(811.0)**
Other financial income	142.5	96.2	199.5
Other financial expenses	(30.9)	(29.4)	(67.8)
OTHER FINANCIAL INCOME AND EXPENSES	**111.6**	**66.8**	**131.7**

(*) Calculated using the effective interest rate.

The cost of net financial debt amounted to €395.1 million at 30 June 2008 compared with €362.7 million at 30 June 2007.

Other financial income and expense amounted to net income of €111.6 million at 30 June 2008, compared with €66.8 million at 30 June 2007. This item mainly comprises capitalised borrowing costs included in the cost of concession fixed assets under construction for €63 million at 30 June 2008 (of which €50 million was at Cofiroute, €8 million at Arcour and €5 million at ASF) compared with €60.4 million at 30 June 2007, and a gain of €14 million on the disposal of the Hungarian subsidiary, Hídépítö. In addition, the swaps entered into in 2007 generated income of €27.4 million in the first half of 2008.

6. Income tax

The tax expense amounted to €354.7 million in the first half of 2008, against €300.3 million in the first half of 2007.

The effective tax rate was 30.9% compared with 30.8% at 30 June 2007.

This rate is lower than the theoretical tax rate of 34.43% (the standard tax rate in force in France), mainly because of taxation at lower rates of some foreign subsidiaries.

7. Earnings per share

Earnings per share is calculated on the basis of the weighted average number of shares outstanding during the period, less the weighted average number of treasury shares.

Diluted earnings per share is calculated on the basis of the weighted average number of shares that would have been outstanding had all potentially dilutive instruments (in particular share subscription or purchase options and free shares) been converted into shares. Earnings are also adjusted as necessary for changes in income and expenses resulting from the conversion into shares of all potentially dilutive instruments.

The dilution resulting from the exercise of share subscription and purchase options and from free shares is determined using the method defined in IAS 33.

The tables below show the reconciliation between earnings per share and diluted earnings per share:

1st half 2008	Net profit *(in € millions)*	Average number of shares	Earnings per share *(in euros)*
Total shares		**488,062,986**	
Treasury shares		(19,768,858)	
Basic earnings per share	**730.7**	**468,294,128**	**1.56**
Share subscription options		9,531,173	
Share purchase options		1,452,322	
Group savings scheme		25,811	
Free shares		2,776,255	
Diluted earnings per share	**730.7**	**482,079,688**	**1.52**

1st half 2007	Net profit *(in € millions)*	Average number of shares	Earnings per share *(in euros)*
Total shares		**477,603,609**	
Treasury shares		(14,554,418)	
Basic earnings per share	**613.8**	**463,049,191**	**1.33**
Share subscription options		15,608,502	
Share purchase options		2,488,948	
Group savings scheme		243,749	
Free shares		1,463,710	
Diluted earnings per share	**613.8**	**482,854,100**	**1.27**

2007	Net profit *(in € millions)*	Average number of shares	Earnings per share *(in euros)*
Total shares		**480,826,874**	
Treasury shares		(16,027,097)	
Basic earnings per share	**1,461.0**	**464,799,777**	**3.14**
Share subscription options		14,321,736	
Share purchase options		2,235,903	
Group savings scheme		387,291	
Free shares		2,129,015	
Diluted earnings per share	**1,461.0**	**483,873,722**	**3.02**

Diluted earnings per share, calculated above, dœs not take account of the use of hedging financial instruments by VINCI to hedge the dilutive effect of share subscription or purchase plans, or free shares. (See Note F.12.2 "Treasury shares").

F. NOTES TO THE BALANCE SHEET

8. Goodwill

Changes in the period were as follows:

(in € millions)	30/06/2008	31/12/2007
Net at the beginning of the period	**3,382.5**	**2,636.5**
Goodwill recognised during the period	81.9	770.6
Impairment losses		(6.0)
Translation differences	(18.2)	(18.5)
Entities no longer consolidated	(2.7)	(6.5)
Other movements	17.4	6.4
Net at the end of the period	**3,460.9**	**3,382.5**

The main items of goodwill at 30 June 2008 were as follows:

	30/06/2008			31/12/2007
(in € millions)	**Gross**	**Impairment losses**	**Net**	**Net**
ASF Group	1,934.7		1,934.7	1,934.7
VINCI Park (formerly Sogeparc and Finec)	343.3		343.3	343.3
Entrepose Contracting	200.9		200.9	201.5
Solétanche Bachy	181.7		181.7	169.7
Nuvia (formerly Nukem)	143.3		143.3	155.4
Etavis	78.3		78.3	76.0
Other goodwill items individually less than €50 million(*)	619.6	(40.9)	578.6	501.9
TOTAL	**3,501.8**	**(40.9)**	**3,460.9**	**3,382.5**

(*) Net value for individual entities, in each of the two periods.

No material impairment losses have been recognised during the period.

9. Concession intangible assets

9.1 Commitments made under concession contracts

Contractual investment and renewal obligations

Under their concession contracts, the Group's subsidiaries have undertaken to carry out investments in the infrastructure that they will operate as concession operators.

At 30 June 2008, the investments planned under the motorway operating companies' master agreements relate to the ASF Group for €2.8 billion (including €0.9 billion for the Lyons-Balbigny section of the A89), Cofiroute for €814 million (comprising €370 million for the A86 and €444 million for the intercity network, including the new sections), and Arcour (A19) for €341 million. These amounts do not include maintenance expenditure on infrastructure under concessions.

Collateral security connected with the financing of concessions

The concession operating companies have provided collateral security to guarantee the financing of their investments operated under concessions, breaking down as follows:

(in € millions)	Start date	End date	Amount
VINCI Park	2006	2026	459(*)
Gefyra (Rion-Antirion bridge - Greece)	2001	2029	349
Morgan VINCI Ltd (Newport bypass - United Kingdom)	2002	2040	38
Arcour	2008	2045	337
Other concession operating companies			74

(*) Shares in subsidiaries pledged to guarantee the €500 million finance borrowed at the end of June 2006.

Furthermore, ASF Holding, which owns 23% of ASF, has pledged its shareholding to guarantee a 7-year loan of €1.2 billion taken out with a syndicate of banks in 2006.

This finance is without recourse against VINCI SA.

9.2 Breakdown of concession intangible assets by type of infrastructure

(in € millions)	Motorways(*)	Car parks	Other infrastructures	Total VINCI Concessions	Other concessions(**)	Total
Gross						
31/12/2006	**25,772.0**	**1,367.9**	**676.9**	**27,816.8**	**15.3**	**27,832.1**
Impact of consolidating ASF	405.9	0.1		406.0		406.0
Acquisitions as part of business combinations	0.0	5.3	0.0	5.3	0.0	5.3
Other acquisitions in the period	962.5	49.6	18.3	1,030.4	0.0	1,030.4
Disposals and retirements during the period	(54.0)	(25.7)	(0.1)	(79.8)		(79.8)
Translation differences	(4.1)	(3.7)	(8.1)	(15.9)		(15.9)
Other movements	8.8	12.7	(6.3)	15.1	(12.1)	3.0
	27,091.1	**1,406.1**	**680.7**	**29,177.9**	**3.2**	**29,181.1**
Grants received	(19.1)	(13.9)		(33.0)	5.9	(27.1)
31/12/2007	**27,072.1**	**1,392.2**	**680.7**	**29,145.0**	**9.1**	**29,154.1**
Acquisitions in the period	667.9	28.6	6.3	702.8	(0.0)	702.7
Disposals and retirements during the period	(18.6)	(6.4)	(0.1)	(25.1)		(25.1)
Translation differences	(3.3)	(0.8)	(5.0)	(9.2)		(9.2)
Other movements	9.3	(14.1)		(4.8)	0.0	(4.8)
30/06/2008	**27,727.4**	**1,399.4**	**681.9**	**29,808.6**	**9.1**	**29,817.7**
Amortisation and impairment losses						
31/12/2006	**(2,449.6)**	**(542.8)**	**(135.1)**	**(3,127.4)**	**(6.2)**	**(3,133.6)**
Amortisation for the period	(952.1)	(55.7)	(21.4)	(1,029.3)	(0.2)	(1,029.5)
Impairment losses		(0.8)		(0.8)		(0.8)
Reversals of impairment losses	4.8	0.2		5.1		5.1
Disposals and retirements during the period	43.2	20.5	0.0	63.8		63.8
Translation differences	0.3	1.1	2.2	3.6		3.6
Other movements	(1.6)	(3.2)	1.6	(3.2)	1.1	(2.1)
31/12/2007	**(3,355.0)**	**(580.6)**	**(152.6)**	**(4,088.3)**	**(5.2)**	**(4,093.6)**
Amortisation for the period	(496.9)	(28.2)	(10.8)	(535.9)	(0.1)	(536.0)
Impairment losses	(1.2)	(0.5)		(1.7)		(1.7)
Reversals of impairment losses		0.6	1.3	1.8		1.8
Disposals and retirements during the period	17.1	5.6	0.0	22.8		22.8
Translation differences	0.3	0.7	1.4	2.4		2.4
Other movements	0.0	0.6		0.6		0.6
30/06/2008	**(3,835.7)**	**(601.8)**	**(160.8)**	**(4,598.3)**	**(5.3)**	**(4,603.6)**
Net						
31/12/2006	**23,322.4**	**825.1**	**541.8**	**24,689.4**	**9.1**	**24,698.5**
31/12/2007	**23,717.1**	**811.6**	**528.0**	**25,056.6**	**3.9**	**25,060.6**
30/06/2008	**23,891.7**	**797.6**	**521.1**	**25,210.3**	**3.8**	**25,214.0**

(*) Including the A86.
(**) Mainly communication network concession contracts managed by VINCI Construction.

Concession fixed assets in progress amounted to €3,066 million at 30 June 2008, of which €1,798 million related to Cofiroute, (including €1,754 million for the A86), €665 million related to the ASF Group and €467 million related to Arcour.

10. Property, plant and equipment

(in € millions)	Land	Buildings	Plant, equipment and fixtures	Total
Gross				
31/12/2007	422.9	996.2	5,276.8	6,695.9
30/06/2008	430.4	1,069.4	5,462.3	6,962.1
Depreciation and impairment losses				
31/12/2007	(80.2)	(389.8)	(3,401.3)	(3,871.4)
30/06/2008	(86.7)	(411.0)	(3,516.9)	(4,014.5)
Net				
31/12/2007	342.8	606.3	1,875.5	2,824.5
30/06/2008	343.7	658.5	1,945.4	2,947.6

This item includes assets under construction not yet in service for €163.3 million at 30 June 2008 (compared with €117.7 million at 31 December 2007).

11. Other non-current financial assets

(in € millions)	30/06/2008	31/12/2007
Available-for-sale financial assets	354.7	393.5
Loans and receivables at amortised cost	113.0	96.8
Fair value of derivative financial instruments (non-current assets)(*)	86.6	72.0
Other non-current financial assets	**554.3**	**562.3**

(*) See Note F.17 "Management of financial risks".

Available-for-sale financial assets amounted to €354.7 million at 30 June 2008, compared with €393.5 million at 31 December 2007. These comprise listed shareholdings for €207.5 million (including shares in ADP for €194 million) and unlisted shareholdings for €147.2 million, in subsidiaries that do not meet VINCI's minimum financial criteria for consolidation.

Loans and receivables at amortised cost amounted to €113 million at 30 June 2008 compared with €96.8 million at 31 December 2007. They comprise the receivables related to shareholdings and guarantee deposits for €99.7 million and financial receivables connected with Public Private Partnerships managed by Group subsidiaries for €13.3 million. These receivables relate in particular to the VINCI Energies contracts for public lighting and a VINCI Construction France contract for renovation and provision of related services for INSEP.

Available-for-sale assets and loans and receivables at amortised cost break down as follows:

	Available-for-sale financial assets		Loans and receivables at amortised cost		
(in € millions)	Shares in subsidiaries and associates at fair value	Investments in unlisted subsidiaries and associates	Collateralised loans and receivables	Other loans and receivables	Total
Gross					
31/12/2006	**35.8**	**320.9**	**5.3**	**101.8**	**463.7**
Acquisitions as part of business combinations	0.2	15.2		5.1	20.5
Other acquisitions in the period	227.3	61.0		27.3	315.5
Net change in fair value	3.6			0.4	4.0
Disposals and retirements during the period	(0.7)	(20.0)	(3.6)	(18.5)	(42.7)
Translation differences	(0.7)	(0.6)	0.0	(2.3)	(3.6)
Other movements	(3.8)	(67.5)	(1.6)	(5.3)	(78.3)
31/12/2007	**261.7**	**308.9**	**0.1**	**108.5**	**679.1**
Acquisitions as part of business combinations	0.0	0.1		7.5	7.5
Other acquisitions in the period	0.4	54.2	0.0	16.3	70.9
Net change in fair value	(35.0)				(35.0)
Disposals and retirements during the period	(0.7)	(16.6)		(6.5)	(23.8)
Translation differences	(0.6)	0.0		(2.6)	(3.1)
Other movements	(0.2)	(41.9)		(0.1)	(42.1)
30/06/2008	**225.7**	**304.7**	**0.1**	**123.1**	**653.5**
Impairment losses					
31/12/2006	(18.9)	(146.0)	0.0	(18.7)	(183.6)
Allowances for impairment losses	(0.5)	(5.6)		(0.3)	(6.4)
Disposals and retirements during the period	0.3	3.8		3.3	7.4
Translation differences	0.1	(0.0)		(0.0)	0.1
Other movements	0.5	(10.9)		4.0	(6.4)
31/12/2007	**(18.5)**	**(158.6)**	**0.0**	**(11.8)**	**(188.9)**
Allowances for impairment losses		(1.3)		(0.1)	(1.5)
Disposals and retirements during the period	0.4	2.7		0.2	3.3
Translation differences		(0.0)		(0.0)	(0.0)
Other movements	0.0	(0.2)		1.5	1.4
30/06/2008	**(18.1)**	**(157.5)**	**0.0**	**(10.2)**	**(185.8)**
Net					
31/12/2006	**16.9**	**174.9**	**5.3**	**83.0**	**280.1**
31/12/2007	**243.2**	**150.2**	**0.1**	**96.7**	**490.3**
30/06/2008	**207.5**	**147.2**	**0.1**	**112.9**	**467.7**

The change in fair values arises mainly from changes in the stock market price of the shares in ADP (see Note F.12.3 "Items recognised directly in equity").

12. Equity

Capital management policy

In connection with its capital management policy, since September 2006, VINCI has carried out share buyback programmes of which the principal objective has been to offset the dilutive effect of issues of new shares resulting from:

- subscriptions by the Group's employees' Castor unit fund to new issues reserved for them; and
- the exercise of share subscription options by option holders.

The Group regularly purchases its own shares under its share buyback programme authorised by the Shareholders' General Meeting and approved by the stock market regulator, the AMF. Most of the treasury shares (see Note F12.2 "Treasury shares") have been retained and allocated either to covering share option and free share plans or to the financing of external growth transactions that may arise in the future or are being cancelled.

Furthermore, purchases and sales of VINCI shares are made on the market under the liquidity contract managed by an approved intermediary.

The employees' savings scheme policy implemented through the formation of the Castor fund aims to make it easier for all employees to become VINCI shareholders. The Group estimates that 85,250 employees were VINCI shareholders at 30 June 2008, through the unit funds invested in VINCI shares. This is more than half the total workforce (85% in France). The employees form the largest group of shareholders in the Company, together holding 8.02% of its shares.

It should also be noted that the VINCI parent company's equity is not subject to any external constraints in the form of financial covenants.

12.1 Shares

At 30 June 2008, the parent company's share capital was represented by 493,656,530 ordinary shares of €2.5 nominal value.

The changes in the number of shares during the period were as follows:

	30/06/2008	31/12/2007
Number of shares at the start of the period	**485,976,788**	**470,622,930**
Share capital increases (Group Savings Scheme, share options and stock dividends)	7,679,742	19,153,858
Cancellation of shares		(3,800,000)
Number of shares at the end of the period	**493,656,530**	**485,976,788**
Number of shares issued and fully paid	493,656,530	485,976,788
Number of shares issued and not fully paid		
Nominal value of one share (in euros)	2.5	2.5
Treasury shares held directly by VINCI	23,002,528	17,838,019
including shares allocated to cover share purchase option plans and allocation of free shares	*4,509,463*	*251,978*
Treasury shares held through a liquidity contract	525,000	300,000

12.2 Treasury shares

Changes in treasury shares, other than under a liquidity contract, were as follows:

	30/06/2008	31/12/2007
Number of shares at the start of the period	**17,838,019**	**4,171,178**
Purchases of shares	5,258,274	21,830,660
Disposal of shares on exercise of share purchase options	(93,765)	(874,538)
Cancellations of shares		(3,800,000)
External growth		(862,081)
Group Savings Scheme		(2,627,200)
Number of shares at the end of the period	**23,002,528**	**17,838,019**

During the first half of 2008, VINCI purchased 5,258,274 of its own shares for a total of €241.7 million, an average price of €45.96 per share. There were no share capital reductions during this period. 93,765 shares were sold in the first half of 2008 in connection with the exercise of share purchase options (for €4.7 million). Furthermore, under a liquidity contract managed by an approved intermediary, 2,781,689 VINCI shares were acquired on the market during the first half of 2008 for €126.5 million and 2,556,689 VINCI shares were sold for €120.3 million.

At 30 June 2008, the total number of treasury shares was 23,527,528 (including 525,000 held through the liquidity contract) recognised as a deduction from consolidated equity for €1,199.3 million. VINCI also held 4,729,632 share call options in respect of cover of share subscription option plans, recognised as a deduction from equity for €102.1 million.

12.3 Items recognised directly in equity

The following tables give details of these movements by type of financial instrument:

(in € millions)	30/06/2008	31/12/2007
Available-for-sale financial assets		
Reserve at beginning of period	7.0	3.7
Changes in fair value in the period	(34.5)	3.6
Fair value items recognised in profit or loss		
Changes in fair value recognised in profit or loss on disposal	(0.5)	
Change in consolidation scope and miscellaneous		(0.3)
Reserve at end of the period	**(28.0)**	**7.0**
Cash flow hedge		
Reserve at beginning of period	61.5	8.9
Changes in fair value in the period	62.1	51.6
Fair value items recognised in profit or loss	1.1	0.6
Change in consolidation scope and miscellaneous	(0.0)	0.3
Reserve at end of the period	**124.7**	**61.5**
Total items recognised directly in equity		
Gross reserve	96.7	68.5
Associated tax effect	(43.4)	(21.6)
Reserve net of tax	53.3	46.9

The changes in fair value relating to available-for-sale financial assets relate mainly to the shares in ADP.

The changes in share value relating to cash flow hedges recorded in equity relate mainly to the hedging of future loan issues by concession operating companies (acquisition of deferred start interest rate swaps). These transactions are described in Note E.22.1.3 “Description of cash flow hedges” in the registration document No. 2007 D.08-0147 filed with the AMF on 25 March 2008.

12.4 Dividends

The dividends paid in respect of 2007 and 2006 break down as follows:

	2007	2006
Earnings per share *(in euros)*(*)		
Interim dividend	0.47	0.43
Final dividend	1.05	0.90
Net total dividend	**1.52**	**1.33**
Amount of dividend *(in € millions)*		
Interim dividend	220.7	200.6
Final dividend	488.5	413.9
Amount paid in VINCI shares	*196.6*	
Amount paid in cash	*291.9*	*413.9*
Net total dividend	**709.2**	**614.5**

(*) Restated following the two-for-one VINCI share split on 17 May 2007.

VINCI paid the final dividend in respect of 2007 in June 2008.

The interest coupon, of €31.3 million, on the undated subordinated loan issued in February 2006, has been recognised as a reduction of equity for its present value of net of tax. It will be paid in November 2008.

13. Share-based payment

13.1 Share subscription and purchase options

The information in the tables below takes account of the two-for-one share split of the VINCI share in 2007.

No new share option plans have been set up in 2007, nor in the first half of 2008.

The number and weighted average exercise prices of share subscription or purchase options outstanding at 30 June 2008 were as follows:

	30/06/2008		31/12/2007	
	Options	Average price *(in euros)*	Options	Average price *(in euros)*
Options in circulation at start of the period	**25,812,121**	**24.09**	**37,266,684**	**21.32**
Options granted during the period	0		0	-
Options exercised	(1,982,402)		(11,351,145)	-
Options cancelled	(52,536)		(103,418)	-
Options in circulation at end of the period	**23,777,183**	**24.84**	**25,812,121**	**24.09**
of which exercisable options	*21,176,596*		*16,909,313*	

Information on the fair value of share purchase and subscription options is given in Note E.19.1 “Share subscription and purchase options” in the 2007 registration document number D.08-0147, filed with the AMF on 25 March 2008.

13.2 Free shares

On 11 December 2007, the Board of Directors of VINCI – granted with effect from 2 January 2008 – 2,165,700 existing shares for no consideration to some eligible employees and company officers, bringing the number of free share plans in force to two.

Features of the 2008 free share plan

	30/06/2008
Grant date	2 January 2008
Number of beneficiaries	1,570
Vesting date of the shares granted	2 January 2010 or 2 January 2011
Date of end of period of unavailability of shares granted	2 January 2012 or 2 January 2013
Number of shares granted subject to performance conditions	2,165,700

Fair value of the 2008 free share plan

	30/06/2008
Price of VINCI share on date plan was announced (in *euros*)	55.7
Fair value of free share at grant date (in euros)	28.2
Fair value of share price at grant date (in %)	50.53%
Original maturity (in years) – vesting period	2 or 3 years
Volatility	26.51%
Risk-free interest rate	4.07%

Information on the characteristics of the free share plan granted with effect from 2 January 2007 is given in Note E.19.2 “Free shares” in the 2007 registration document number D.08-0147, filed with the AMF on 25 March 2008.

Features and trends of the two free share plans

	30/06/2008	31/12/2007
Number of shares granted subject to performance conditions at start of period	**2,192,600**	**2,200,000**
Shares granted	2,165,700	
Share options exercised	0	0
Shares cancelled	(41,700)	(7,400)
Number of shares at end of the period	**4,316,600**	**2,192,600**

13.3 Group Savings Schemes

VINCI’s Board of Directors defines the conditions for subscribing to the Group Savings Scheme in accordance with the authorisations granted to it by the Shareholders General Meeting.

For France, VINCI issues new shares reserved for employees three times a year at a subscription price that includes a discount of 10% against the stock market price. Subscribers benefit from a contribution paid by their employer, of a maximum of €3,500 per person per year. The benefits granted in this way to employees of the Group are recognised in profit or loss and are valued in accordance with IFRS 2 on the basis of the following assumptions:

- length of subscription period: 4 months;
- length of period during which funds are frozen: 5 years from the end of the subscription period.

	1st half 2008	
Tranche	**2nd four-month period 2008**	**3rd four-month period 2008**
Return on the VINCI share hoped for	7.26%	8.33%
Dividend per share		
Dividend payable (interim)		
Dividend payable (final)	*1.05 €*	*1.05 €*
Subscription price	41.03 €	43.10 €
Share price at date of Board of Directors' Meeting	47.30 €	50.27 €
Historic volatility of VINCI share	23.83%	23.84%
Estimated number of shares subscribed to	223,470	258,518
Estimated number of shares issued (subscriptions plus employer's contribution)	357,552	374,852

The estimated number of shares subscribed to at the end of the subscription period is obtained by an analytical formula, based on linear regression methods, applied to historical observations of the 2002, 2003, 2004, 2005, 2006 and 2007 plans, taking account of the cost of restrictions on the availability of units in the savings fund.

The opportunity cost of the frozen shares subscribed to is estimated from the point of view of a third party holding a diversified portfolio and prepared to acquire the frozen shares in return for a discount corresponding to the return demanded by the purchaser on own funds allocated to hedge against market risk over the period in which the shares are frozen (5 years). The market risk is assessed on an annual basis applying a value-at-risk approach.

The disclosures relating to the characteristics of the 2007 Group Savings Schemes are made in Note E.19.3 "Group Savings Schemes" of the 2007 registration document D.08-0147, filed with the AMF on 25 March 2008.

14. Non-current provisions

(in € millions)	**Note**	**30/06/2008**	**31/12/2007**
Provisions for retirement benefit obligations	14.1	583.3	578.4
Other non-current provisions	14.2	449.9	488.8
TOTAL		**1,033.2**	**1,067.2**

14.1 Provisions for retirement commitments

At 30 June 2008, provisions for retirement benefit obligations amounted to €627.6 million (including €583.3 million at more than one year) compared with €632.2 million at 31 December 2007 (including €578.4 million at more than one year). These provisions comprise provisions for lump-sums on retirement and provisions for obligations for supplementary retirement benefits. The part at less than one year was €44.3 million at 30 June 2008 and €53.8 million at 31 December 2007, and is reported under other current payables.

The expense recognised for the first half of 2008 in respect of retirement benefit obligations is half the forecast net expense for 2008 determined actuarially at 31 December 2007.

14.2 Other non-current provisions

Changes in non-current provisions reported in the balance sheet were as follows in 2007 and in the first half of 2008:

(in € millions)	Opening	Provisions taken	Provisions used	Other reversals not used	Changes in consolidation scope and miscellaneous	Change in the part at less than one year of non-current provisions	Translation difference	Closing
31/12/2006	**193.8**	**215.1**	**(175.8)**	**(23.6)**	**297.8**	**(56.3)**	**(0.6)**	**450.4**
Other employee benefits	200.0	68.8	(10.2)	(0.4)	8.0	(1.3)	0.0	264.9
Financial liabilities	37.3	6.8	(15.0)	(2.2)	0.1		(0.0)	27.0
Major repairs	145.8	63.8	(62.4)	(0.0)			(0.0)	147.2
Other liabilities	382.8	106.6	(143.3)	(32.1)	7.1		(0.3)	320.8
Discounting of non-current provisions	(13.3)	(0.0)	2.7					(10.5)
Reclassification of the part at less than one year of non-current provisions	(302.2)				0.6	40.7	0.2	(260.6)
31/12/2007	**450.4**	**246.0**	**(228.1)**	**(34.7)**	**15.8**	**39.4**	**(0.0)**	**488.8**
Other employee benefits	264.9	12.9	(5.3)	(58.0)	0.0	(8.2)	0.1	206.4
Financial liabilities	27.0	2.1	(0.5)	(4.8)	0.1		(0.0)	23.9
Major repairs	147.2	30.1	(27.5)		8.2			158.0
Other liabilities	320.8	86.5	(40.4)	(3.6)	6.2		0.7	370.2
Discounting of non-current provisions	(10.5)		0.1					(10.5)
Reclassification of the part at less than one year of non-current provisions	(260.6)		(0.0)		0.1	(37.5)	(0.1)	(298.1)
30/06/2008	**488.8**	**131.6**	**(73.7)**	**(66.4)**	**14.5**	**(45.8)**	**0.7**	**449.9**

The reduction in other employee benefits is connected with the renegotiation by Escota of its agreements with its employee representative bodies, under which Escota has entered into a new agreement relating to medical expenses insurance. This new agreement, signed on 29 February 2008, dœs not alter the obligations to retired employees. For employees in service, the arrangements for covering post-employment medical expenses are gradually replaced by a new, complementary regime providing a lump-sum payable on retirement, of which the capital amount is indexed to the ceiling used in calculating social security benefits. This new agreement has resulted in a net decrease of obligations to employees in service of €52.7 million, leading to a reversal of operating provisions for the same amount.

15. Working capital requirement and current provisions

15.1 Change in working capital requirement

				Changes 30/06/2008-31/12/2007		
(in € millions)	30/06/2008	30/06/2007	31/12/2007	Connected with operations	Receivables/ payables related to non-current assets	Other changes(*)
Inventories and work in progress (net)	868.4	607.4	647.5	186.1		34.7
Trade and other operating receivables	12,199.3	11,006.2	11,101.3	1,078.4	(11.9)	31.5
Other current assets	345.8	256.6	288.4	48.5		8.9
Inventories and operating receivables (I)	**13,413.5**	**11,870.2**	**12,037.3**	**1,313.0**	**(11.9)**	**75.1**
Trade payables	(6,983.5)	(6,070.6)	(6,553.4)	(441.5)		11.5
Other current payables	(8,148.3)	(7,061.9)	(7,594.9)	(495.1)	(55.8)	(2.5)
Trade and other operating payables (II)	**(15,131.7)**	**(13,132.5)**	**(14,148.3)**	**(936.6)**	**(55.8)**	**9.0**
Working capital requirement (before current provisions) (I + II)	**(1,718.2)**	**(1,262.2)**	**(2,111.0)**	**376.4**	**(67.7)**	**84.0**
Current provisions	**(1,995.3)**	**(1,652.0)**	**(2,003.1)**	**15.5**		**(7.7)**
including part at less than one year of non-current provisions	***(298.1)***	***(271.2)***	***(260.6)***			***(37.5)***
Working capital requirement (after current provisions)	**(3,713.5)**	**(2,914.2)**	**(4,114.1)**	**391.9**	**(67.7)**	**76.3**

(*) Mainly changes in scope of consolidation and translation differences.

The working capital requirement connected with operations comprises current assets and liabilities related to operations except for current tax assets and liabilities and other current assets and liabilities of a financial nature.

15.2 Breakdown of current provisions

Changes in current provisions reported in the balance sheet were as follows during the first half of 2008:

(in € millions)	Opening	Provisions taken	Provisions used	Other reversals not used	Changes in consolidation scope and miscellaneous	Change in the part at less than one year of non-current provisions	Translation difference	Closing
31/12/2006	**1,445.4**	**637.4**	**(380.5)**	**(83.0)**	**(9.1)**	**44.8**	**0.8**	**1,655.9**
After-sales service	296.5	99.9	(59.6)	(16.3)	0.7		(0.7)	320.5
Losses on completion and construction project liabilities	391.8	429.1	(247.8)	(20.2)	59.1		(5.0)	607.0
Litigation	303.3	88.2	(66.5)	(42.6)	49.5		(1.0)	330.9
Restructuring	62.0	27.3	(28.2)	(7.9)	(0.4)		0.0	52.8
Other current liabilities	325.9	229.2	(102.0)	(23.2)	25.1		(0.8)	454.3
Discounting of current provisions	(25.8)	7.3	(4.6)	(0.1)	0.1		(0.1)	(23.1)
Reclassification of the part at less than one year of non-current provisions	302.2				(0.6)	(40.7)	(0.2)	260.6
31/12/2007	**1,655.9**	**881.0**	**(508.6)**	**(110.2)**	**133.5**	**(40.7)**	**(7.8)**	**2,003.1**
After-sales service	320.5	32.5	(25.4)	(7.0)	3.4		0.3	324.3
Losses on completion and construction project liabilities	607.0	274.1	(245.6)	(26.5)	(19.7)		(1.7)	587.6
Litigation	330.9	27.3	(31.0)	(6.0)	5.1		(1.1)	325.2
Restructuring	52.8	10.3	(10.9)	(4.3)	(1.6)		0.0	46.3
Other current liabilities	454.3	82.9	(55.9)	(30.3)	(13.1)		(1.1)	436.8
Discounting of current provisions	(23.1)		0.3				(0.2)	(23.1)
Reclassification of the part at less than one year of non-current provisions	260.6		0.0		(0.1)	37.5	0.1	298.1
30/06/2008	**2,003.1**	**427.1**	**(368.5)**	**(74.1)**	**(26.0)**	**37.5**	**(3.7)**	**1,995.3**

Current provisions, which are directly linked to the operating cycle, amounted to €1,995.3 million at 30 June 2008 (including the part at less than one year of non-current provisions) against €2,003.1 million at 31 December 2007. They mainly relate to provisions connected with construction contracts.

16. Net financial debt

Net financial debt as defined by the Group breaks down as follows:

Accounting categories	(in € millions)	30/06/2008 Non-current		30/06/2008 Current(*)		30/06/2008 Total	31/12/2007 Non-current	31/12/2007 Current(*)	31/12/2007 Total
Liabilities at amortised cost	Bonds	(5,130.0)	(1)	(555.1)	(3)	(5,685.1)	(5,159.8)	(491.8)	(5,651.6)
	Inflation-linked loans	(388.4)	(2)	(14.3)	(3)	(402.7)	(377.8)	(5.9)	(383.7)
	Other bank loans and other financial debt	(12,755.9)	(2)	(998.0)	(3)	(13,753.9)	(12,941.6)	(1,177.8)	(14,119.4)
	Finance lease debt restated	(149.5)	(2)	(52.6)	(3)	(202.1)	(145.3)	(49.8)	(195.1)
	Long-term financial debt	**(18,423.8)**		**(1,620.0)**		**(20,043.8)**	**(18,624.5)**	**(1,725.3)**	**(20,349.8)**
	Commercial paper			(375.0)	(3)	(375.0)		(145.0)	(145.0)
	Other current financial liabilities			(163.3)	(3)	(163.3)		(138.5)	(138.5)
	Bank overdrafts			(1,176.6)	(3)	(1,176.6)		(629.8)	(629.8)
	Financial current accounts, liabilities			(121.9)	(3)	(121.9)		(100.4)	(100.4)
	I - Gross financial debt	**(18,423.8)**		**(3,456.9)**		**(21,880.7)**	**(18,624.5)**	**(2,739.0)**	**(21,363.5)**
	including impact of fair value hedges, for	24.8				24.8	(7.0)		(7.0)
	including impact of measuring ASF's debt at fair value(**)	(154.1)		(7.7)		(161.8)	(180.4)	(11.6)	(192.0)
	Gross financial debt before fair value adjustment	(18,294.5)		(3,449.2)		(21,743.7)	(18,437.1)	(2,727.4)	(21,164.5)
Loans and receivables	Collateralised loans and receivables	0.1	(6)	8.3	(8)	8.4	0.1	0.9	1.0
	Financial current accounts, assets			109.6	(4)	109.6		53.5	53.5
Assets at fair value through profit or loss (fair value option)	Cash management financial assets			494.7	(4)	494.7		611.5	611.5
	Cash equivalents			2,523.2	(5)	2,523.2		2,843.9	2,843.9
	Cash			1,715.7	(5)	1,715.7		1,379.9	1,379.9
	II - Financial assets	**0.1**		**4,851.5**		**4,851.6**	**0.1**	**4,889.7**	**4,889.8**
Derivatives	Derivative financial instruments - liabilities	(33.2)	(2)	(63.6)	(3)	(96.8)	(15.9)	(53.6)	(69.6)
	Derivative financial instruments - assets	86.6	(7)	302.2	(9)	388.8	72.1	167.9	240.0
	III - Derivative financial instruments	**53.4**		**238.6**		**292.0**	**56.2**	**114.2**	**170.4**
	Net financial debt (I + II + III)	**(18,370.3)**		**1,633.2**		**(16,737.1)**	**(18,568.2)**	**2,264.9**	**(16,303.3)**
	Net financial debt breaks down by business line as follows:								
	Concession operating subsidiaries	**(14,859.4)**		**(549.2)**		**(15,408.6)**	**(14,588.1)**	**(780.0)**	**(15,368.0)**
	Other business lines	**(599.2)**		**2,401.3**		**1,802.1**	**(575.3)**	**3,134.9**	**2,559.6**
	Holding companies (including Concessions holding companies)	**(2,911.7)**		**(218.9)**		**(3,130.6)**	**(3,404.8)**	**(90.1)**	**(3,494.9)**

(*) Current part including accrual.
(**) Following acquisition of control of ASF by VINCI on 9 March 2006.

At 30 June 2008, the Group's net financial debt was €16.7 billion (against €16.3 billion at 31 December 2007).

Reconciliation of net financial debt with balance sheet items:

	Ref.	30/06/2008	31/12/2007
Bonds (non current)	(1)	(5,130.0)	(5,159.8)
Other loans and borrowings	(2)	(13,327.0)	(13,480.7)
Current borrowings	(3)	(3,520.5)	(2,792.6)
Cash management financial assets	(4)	604.3	665.0
Cash and cash equivalents	(5)	4,238.9	4,223.8
Non-current financial assets			
Collateralised loans and receivables	(6)	0.1	0.1
Derivative non-current financial instruments (assets)	(7)	86.6	72.1
Current financial assets			
Collateralised loans and receivables	(8)	8.3	0.9
Derivative current financial instruments (assets)	(9)	302.2	167.9
NET FINANCIAL DEBT		**(16,737.1)**	**(16,303.3)**

Derivative financial instruments (assets) are reported in the balance sheet, classified by maturity and according to their accounting category, under other non-current financial assets for the part at more than one year, and other current financial assets for the part at less than one year.

16.1 Details of long-term financial debt

The breakdown of net long-term financial debt at 30 June 2008 by business line was as follows:

	30/06/2008				31/12/2007			
(in € millions)	Concession-operating subsidiaries	Other business lines	Holding companies	Total	Concession-operating subsidiaries	Other business lines	Holding companies	Total
Bonds	(4,640.5)	(1.0)	(1,043.6)	**(5,685.1)**	(4,631.3)	(1.0)	(1,019.3)	**(5,651.6)**
Inflation-linked loans	(402.7)			**(402.7)**	(383.7)			**(383.7)**
Other bank loans and other financial debt	(10,425.5)	(410.6)	(2,917.9)	**(13,753.9)**	(10,830.8)	(350.8)	(2,937.8)	**(14,119.4)**
Finance lease debt restated	(9.1)	(191.1)	(1.9)	**(202.1)**	(11.4)	(181.4)	(2.3)	**(195.1)**
LONG-TERM FINANCIAL DEBT	**(15,477.7)**	**(602.7)**	**(3,963.4)**	**(20,043.8)**	**(15,857.2)**	**(533.2)**	**(3,959.4)**	**(20,349.8)**

The Group's long-term financial debts decreased by €306 million during the first half of 2008. This was due to the combined effects of scheduled repayments and new borrowings, of which the largest were:

European Investment Bank loan to ASF

In December 2007, ASF was granted a €250 million credit line by the European Investment Bank (EIB), which was fully used as from June 2008 onwards and should be repaid at the latest in 2028 after a grace period of six years.

Long-term finance of €625 million obtained by Arcour

In March 2008, Arcour, the company operating the concession for the A19 motorway between Artenay and Courtenay, agreed financing of €625 million with the European Investment Bank (EIB) and a consortium of five banks. The financing granted by the EIB is in the form of an amortising loan of €200 million with a maturity of 37 years, with a grace period of 10 years. The loan granted by the banks amounts to €425 million with a maturity of 10 years, payable on maturity. At 30 June 2008, drawings against these facilities were €109 million and €228 million, respectively.

16.2 Financing resources and liquidities

At 30 June 2008, the Group's available resources amounted to €10.1 billion, including €3.2 billion net cash managed and €7 billion of unused medium-term confirmed bank credit facilities.

On 3 June 2008, Cofiroute also agreed a new EIB loan of €250 million maturing in 2028 which was not used at 30 June 2008, and which may be drawn down until 30 June 2010.

16.2.1 Maturity of financial debt and associated interest payments

At 30 June 2008, the average maturity of the Group's long-term financial debt was 7.1 years (against 7.2 years at 31 December 2007). It was 8.1 years for concessions, 3.7 years for the holding companies and 3.2 years for the Group's other business lines.

16.2.2 Net cash managed

Net cash managed, including in particular cash management financial assets and commercial paper issued, breaks down as follows:

	30/06/2008			
(in € millions)	**Concession-operating subsidiaries**	**Other business lines[1]**	**Holding companies**	**Total**
Cash equivalents	**570.3**	**690.5**	**1,262.5**	**2,523.2**
Marketable securities and mutual funds (UCITS)	*214.7*	*259.8*	*362.5*	*837.0*
Negotiable debt securities with an original maturity of less than 3 months	*355.6*	*430.7*	*900.0*	*1,686.3*
Cash	**106.7**	**1,314.5**	**294.4**	**1,715.7**
Bank overdrafts	**(7.9)**	**(997.6)**	**(171.1)**	**(1,176.6)**
Net cash	**669.0**	**1,007.4**	**1,385.9**	**3,062.3**
Cash management financial assets	**27.9**	**36.1**	**430.7**	**494.7**
Marketable securities and mutual funds (UCITS)	*16.4*	*29.9*	*55.5*	*101.8*
Negotiable debt securities and bonds with an original maturity of less than 3 months	*11.5*			*11.5*
Negotiable debt securities with an original maturity of more than 3 months		*6.2*	*375.2*	*381.5*
Commercial paper issued			**(375.0)**	**(375.0)**
Net cash managed	**696.9**	**1,043.5**	**1,441.6**	**3,182.0**

(1) Surpluses not included in cash pooling system.

(in € millions)	31/12/2007 Concession-operating subsidiaries	Other business lines[(1)]	Holding companies	Total
Cash equivalents	**562.0**	**781.2**	**1,500.8**	**2,843.9**
Marketable securities and mutual funds (UCITS)	*206.9*	*236.8*	*210.2*	*653.9*
Negotiable debt securities with an original maturity of less than 3 months	*355.1*	*544.4*	*1,290.5*	*2,190.0*
Cash	**103.6**	**1,150.1**	**126.2**	**1,379.9**
Bank overdrafts	**(9.6)**	**(606.2)**	**(13.9)**	**(629.8)**
Net cash	**655.9**	**1,325.1**	**1,613.0**	**3,594.0**
Cash management financial assets	43.5	56.4	511.7	611.6
Marketable securities and mutual funds (UCITS)	*41.6*	*51.4*	*59.6*	*152.6*
Negotiable debt securities and bonds with an original maturity of less than 3 months				
Negotiable debt securities with an original maturity of more than 3 months	*1.9*	*4.9*	*452.1*	*459.0*
Commercial paper issued			**(145.0)**	**(145.0)**
Net cash managed	**699.4**	**1,381.4**	**1,979.7**	**4,060.6**

(1) Surpluses not included in cash pooling system.

The investment vehicles used by the Group are UCITS, negotiable debt securities (certificates of deposit generally with a maturity of less than three months) and bonds. They are measured and recognised at their fair value. These various financial assets (*cash management financial assets* and *cash equivalents)* are managed involving limited risk to capital and are monitored through a risk and performance monitoring system. In particular they correspond to the investment of cash surpluses of the companies heading business lines and VINCI's main fully-owned subsidiaries, which are transferred to the holding company through a cash pooling system. This centralised system enables both the management of financial resources to be optimised and trends in the cash position of the Group's main subsidiaries to be monitored. The investments made by subsidiaries with VINCI S.A. in this context amounted to €1.4 billion at 30 June 2008.

The investment of cash surpluses of other Group subsidiaries that are not transferred to the holding company is managed complying with VINCI's guidelines. At 30 June 2008, the amount managed in this way was €0.7 billion for the concessions (including €490 million in Cofiroute and €66 million in ASF) and €1 billion for the other business lines.

The holding company monitors the performance and the risks associated with these investments regularly, through a report detailing the yield of the various assets on the basis of their fair value and tracking the level of the associated risk.

16.2.3 Credit facilities

At 30 June 2008, VINCI had the following bank credit facilities available:

(in € millions)	Amount used at 30/06/2008	Amounts authorised at 30/06/2008	Maturity Within 1 year	Between 1 and 5 years	After 5 years
Syndicated loan	-	2,000.0	-	2,000.0	-
Bilateral facilities	-	935.0	-	935.0	-
VINCI	**-**	**2,935.0**	**-**	**2,935.0**	**-**
ASF: syndicated loans	**-**	**3,000.0**	**-**	**1,000.0**	**2,000.0**
Syndicated loan	-	1,020.0	-	1,020.0	-
EIB loan	-	250.0	-	-	250.0
Cofiroute	**-**	**1,270.0**		**1,020.0**	**250.0**
TOTAL	**-**	**7,205.0**	**-**	**4,955.0**	**2,250.0**

16.2.4 Financial covenants

Some financing agreements include early repayment clauses applicable in the event of non-compliance with the financial ratios. At 30 June 2008, these covenants, of which the characteristics are described in Note 21.2.5 "Financial covenants" of the 2007 registration document, were unchanged. The related ratios were all met at that date.

16.2.5 Credit ratings

At 30 June 2008, the Group's credit ratings were:

		Ratings		
	Agency	**Long-term**	**Outlook**	**Short-term**
VINCI SA	Standard & Poor's	BBB+	Negative	A2
	Moody's	Baa1	Stable	P2
	Fitch	BBB+	Stable	F2
ASF	Standard & Poor's	BBB+	Negative	A2
	Moody's	Baa1	Stable	P2
Cofiroute	Standard & Poor's	BBB+	Negative	A2

17. Management of financial risks

The Group's risk policy and management procedures are the same as those described in Note E.22 in the 2007 registration document. Moreover, the risk exposure after hedging has not altered materially during the first half of 2008. The main risks – interest rate risk, equity risk, foreign currency exchange rate risk, credit risk and counterparty risk are described in paragraphs 22.1, 22.2, 22.3 and 22.4 respectively of the 2007 registration document number D.08-0147, filed with the AMF on 25 March 2008.

At 30 June 2008, VINCI held two swaps of which the underlyings were listed financial instruments, for a notional commitment of €146.4 million, compared with €280 million at 31 December 2007.

18. Transactions with related parties

Transactions with related parties mainly relate to transactions with companies in which VINCI exercises significant influence or joint control. Transactions with related parties are undertaken at market prices. There was no material change in the first half of 2008 in the nature of transactions with related parties from those at 31 December 2007, which were referred to in Note E.26 "Transactions with related parties" in the 2007 registration document number D.08-0147, filed with the AMF on 25 March 2008.

19. Contractual obligations and other commitments made and received

Contractual obligations and other commitments made and received break down as follows:

19.1 Contractual obligations

(in € millions)	**30/06/2008**	**31/12/2007**
Operating leases	1,019.8	1,016.4
Purchase and capital expenditure obligations(*)	180.1	217.1

(*) Excluding capital investment obligations under concession contracts (see Note F.9.1 "Commitments made under concession contracts").

The purchase and capital expenditure obligations mentioned above relate mainly to VINCI Immobilier, and in particular to undertakings given in connection with the rehabilitation of land at Boulogne Billancourt.

19.2 Other commitments made and received

(in € millions)	30/06/2008	31/12/2007
Collateral securities	239.8	268.7
Joint and several guarantees covering unconsolidated partnerships(*)	59.3	55.3
Other commitments made (received)(**)	7.9	16.6

(*) Group's share, total commitment was €123.4 million at 30 June 2008.
(**) Excluding concession contracts (see Note F9.1 "Commitments made under concession contracts"), construction contracts and unrecognised retirement benefit obligations (see Notes E.17 "Construction contracts" and E.20.1 "Provisions for retirement benefit obligations" in the 2007 registration document number 2007 D.08-0147, filed with the AMF on 25 March 2008).

G. POST BALANCE SHEET EVENTS

- On 30 June 2008, Eurovia, a VINCI group subsidiary, announced it was engaged in acquiring the railway works division of Vossloh Infrastructure Services, which operates mainly in France. The company is one of the French leaders in the field of laying new track, in particular for high-speed lines, renovating and maintaining national railway networks and industrial sidings, installing and maintaining catenaries, and building and maintaining light rail and metro lines. In 2007, it booked revenue of about €250 million. Completion of this transaction is subject to approval by the appropriate competition authorities.
- In connection with the renegotiation of its agreements with its employee representative bodies, ASF has entered into a new agreement relating to post-employment medical expenses insurance. This new agreement, signed on 7 July 2008, will result in a net reduction of its obligations to its employees in service. The agreement will take effect as from 1 January 2009.

H. DISPUTES AND ARBITRATION

To the Company's knowledge, there is no exceptional event or litigation likely to affect substantially the business, financial performance, net assets or financial situation of the Group or the Company. The companies comprising the VINCI group are sometimes involved in litigation arising from the normal course of business. The related risks are assessed by VINCI and the subsidiaries involved on the basis of their knowledge of the cases, and provisions are taken in consequence. The main disputes current at the date of this document are as follows:

- On 23 May 2004, part of the shell structure over the passageway of Roissy airport's 2E terminal collapsed. The structure had been built for Aéroports de Paris, which in this project acted as principal, architect and main contractor. The construction work on terminal 2E was carried out under multiple separate contracts by numerous different companies. The passageway shells (superstructures) were constructed by a consortium comprising companies that are today VINCI subsidiaries. The incident is currently subject to a court-ordered expert appraisal to establish the reasons for the collapse and assessed the damages suffered. A criminal investigation has also been launched following the collapse. The financial consequences of this incident relate on the one hand to the rebuilding costs, which are a matter for the prime contractor's insurers, and, on the other hand, to the financial losses incurred by the operators of the building as a result of the disorganisation resulting from the site being unavailable for use. The amount of these losses and the terms under which these consequences will be borne by the companies involved remains to be determined. In view of the current situation, the Group considers that this dispute will not have a material unfavourable effect on its financial situation.
- In 1997, SNCF lodged multiple claims with the Paris Administrative Court against a large number of construction enterprises, of which several are VINCI Group subsidiaries, with a view to obtaining financial compensation for the prejudice it claims to have suffered between 1987 and 1990 during the award of tenders for the construction of the TGV Nord and TGV Rhône-Alpes lines and their interconnection. This claim followed the ruling against the companies involved by the competition authority in 1995, which the Paris Appeal Court

upheld overall. The Paris Administrative Court, after having ruled in December 1998 in respect of these two claims that the findings of the competition authority regarding the anti-competitive practices entitled SNCF to claim that its consent was impaired with respect to the contracts in question, ordered an appraisal to establish the impact of such practices. The enterprises had appealed against this decision for the Court of Cassation but the Council of State (the *Conseil d'État)*, in a ruling issued on 19 December 2007, rejected their appeals. In 2005, the expert appointed by the Paris Administrative Court submitted two reports in which it was concluded that SNCF had incurred extra costs significantly lower than the amounts claimed. The amount sought from consortiums in which VINCI companies have holdings, and which carried out approximately 20 of the contracts for work, amounts to €376 million, half of which corresponds to financial expenses. These claims should be subjected to detailed examination by the Paris Administrative Court. VINCI considers that SNCF did not suffer financial prejudice on the award of these tenders to its subsidiaries given that each contract was subject to detailed negotiation with full knowledge of the facts by SNCF, which is a highly experienced and qualified project owner. VINCI considers that these disputes will not have a material adverse effect on its financial situation.

- In respect of a dispute with CBC, a subsidiary of VINCI, brought before the United States District Court of New York in July 2005 by the Mexican company Consorcio Prodipe SA de CV and Mr Mery Sanson de Wallincourt in connection with a dispute dating from 1992 relating to a tourist site property development in Baja California under which the plaintiffs alleged they had suffered damages amounting to a total of $350 million and claimed three times that, on 12 March 2008 the Court found against the plaintiffs and dismissed their claim.
- VINCI's subsidiary CBC built a hotel in Bratislava (Slovakia) for Intertour, part of whose equity it held. This transaction was financed through promissory notes issued by Intertour and discounted on a non-recourse basis by CBC with a French bank, which had counter-guarantees from foreign financial institutions. Following the payment default by Intertour, these financial institutions initiated various legal proceedings, including one before the Paris Commercial Court, in which CBC was called to guarantee the principal amount of €41 million. This case was withdrawn in 2004 following a settlement between the claimants and the French bank. CBC was also sued in December 2003 in the Paris Commercial Court by the same French bank, which is claiming €24 million on the basis of alleged responsibility in connection with the invalidity of the guarantees issued by the foreign financial institutions in the French bank's favour. Given the current state of affairs, the Group dœs not expect this dispute to have a material impact on its financial situation.
- In respect of the dispute between Mr Antoine Zacharias, former chairman of VINCI, who has applied to the Nanterre Commercial Court claiming that he is entitled to exercise all the options that were granted to him by the Company, despite the fact that he no longer held any office within the VINCI Group, and, further or in the alternative, has claimed payment of damages currently estimated at €81 million in respect of the loss of opportunity to acquire his share options together with compensation of €1 in respect of his moral loss., on 30 May 2008, the Court made a ruling rejecting this claim. Mr Zacharias has filed an appeal against this ruling. The Group dœs not expect this dispute to have a material effect on its financial situation.
- On 23 May 2008, the *Conseil Régional d'Ile-de-France* – the regional authority for the Ile-de-France – applied to the Paris Court of First Instance (*Tribunal de Grande Instance)* for a ruling in chambers against 15 enterprises, of which several are members of the VINCI Group, and several natural persons, ordering them to pay the *Conseil Régional d'Ile-de-France* a provisional amount of €76 million. This application was further to a judgement by the Paris Appeal Court on 27 February 2007 against various natural persons finding them guilty of operating a cartel and to the decision on 9 May 2007 by the competition authority (the *Conseil de la Concurrence*) imposing penalties on the enterprises for anti-competitive practices between 1991 and 1996 in connection with the programme to renovate secondary educational establishments in the Île-de-France region. This decision has been confirmed by a ruling by the Paris Appeal Court on 3 July 2008 which has been appealed against before the Court of Cassation. The Group dœs not expect the proceedings in course to have a material impact on its financial situation.
- The Group has been informed that an appeal has been lodged with the French Council of State by associations in relation to the administrative decisions underpinning the award of the Balbigny – La Tour de Salvagny section of the A89 motorway to ASF, the provisions of the Act No. 2006-241 of 1 March 2006 notwithstanding. Even if the award is reconsidered, the Group dœs not expect these proceedings to have a material adverse impact on its financial situation.

Report of the Statutory Auditors on the 2008 half-year financial information

Report of the Statutory Auditors on the 2008 half-year financial information

For the period from 1 January 2008 to 30 June 2008

To the Shareholders,

Pursuant to our appointment by your General Meeting and in application of Articles L. 232-7 of the French Code of Commerce and L. 451-1-2 III of the Monetary and Financial Code, we have:

- performed a limited review of VINCI's condensed interim consolidated financial statements for the period from 1 January 2008 to 30 June 2008, as attached to this report; and
- verified the information given in the management report for the half-year.

These condensed interim consolidated financial statements have been prepared under the responsibility of your Board of Directors. Our role is to express our conclusion on these financial statements, based on our limited review.

I. Conclusion on the financial statements

We have conducted our limited review in accordance with the professional standards applicable in France. A limited review consists mainly in conducting discussions with the members of the Management responsible for accounting and financial matters, and carrying out analytical procedures. These procedures are less extensive than those required for an audit performed in accordance with the professional standards applicable in France. In consequence, the assurance obtained through a limited review that the financial statements taken as a whole do not contain material misstatements is moderate assurance, less than that obtained when performing an audit.

On the basis of our limited review, we have not noted any material misstatements of such a nature as to bring into question the compliance of the condensed interim financial statements with IAS 34, which is the IFRS standard as adopted in the European Union relating to interim financial reporting.

II. Specific verification

We have also verified the information contained in the half-year management report commenting on the condensed interim consolidated financial statements submitted to our limited review. We have no comments to make as to its fair presentation and conformity with the condensed interim consolidated financial statements.

Paris La Défense and Neuilly-sur-Seine, 29 August 2008

The Statutory Auditors

KPMG Audit
Departement of KPMG SA

Patrick-Hubert Petit   Philippe Bourhis

Deloitte & Associés

Jean-Paul Picard   Mansour Belhiba

Free translation of the original French Text. For information purpose only.

Statement by the persons responsible for the first half-year financial report

Statement by the persons responsible for the half-year financial report

We certify that, to the best of our knowledge, the condensed interim financial statements presented in the half-year financial report have been prepared in accordance with the applicable financial reporting standards and that they give a true and fair view of the assets and liabilities, financial position and results of the operations of the company and of the group formed by the companies included in the consolidated financial statements, and that the management report for the first half-year period (on pages 2 to 7) faithfully presents the important events that have occurred during the first six months of the financial year, their impact on the half-year financial statements, the main transactions between related parties and a description of the main risks and uncertainties in respect of the remaining six months of the financial year.

Yves-Thibault de Silguy

Chairman of the Board of Directors

Xavier Huillard

Director and Chief Executive Officer

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